

PIMCO CORPORATE OPPORTUNITY FUND
Form N-CSR
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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 811-21238

PIMCO Corporate Opportunity Fund
(Exact name of registrant as specified in charter)

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

10105
(Zip code)

Lawrence G. Altadonna - 1345 Avenue of the Americas, New York, NY 10105
(Name and address of agent for service)

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

Date of fiscal year end: November 30, 2010

Date of reporting period: November 30, 2010

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, 100 F Street, NE, Washington, DC 20549-2001. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507.

Item 1. Report to Shareholders

November 30, 2010

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Dear Shareholder:

U.S. and global economies generally advanced during the fiscal year ended November 30, 2010. The reporting period began with solid growth in the United States, a clear sign that the 2007-2009 recession was indeed finally over. However, as the effects of the federal government's economic stimulus plan began to wear off, growth rates eased. In parts of Europe and Asia, concerns regarding the strength and durability of the global economy arose. As investors digested the often contradictory stream of news and data, their appetite for risk rose and fell accordingly. For some investors, this translated into shifting back and forth between higher-yielding and lower-rated corporate securities and the perceived safety of U.S. Treasury bonds.

Twelve Months in Review

Hans W. Kertess
Chairman

For the fiscal year ended November 30, 2010:

- PIMCO Corporate Opportunity Fund returned 36.68% on net asset value (NAV) and 40.36% on market price.

After growing at a 5.0% annual rate, in the fourth quarter of 2009, the U.S. economy lost steam in 2010. Growth rates, as measured by gross domestic product (GDP), declined to 3.7% and 1.7%, respectively, during the first and second quarters of 2010, though GDP increased to 2.5% during the third quarter of 2010. As the fiscal period drew to a close, many economists believed that growth would continue into 2011 at a modest pace.

Brian S. Shlissel
President & CEO

Throughout the reporting period, interest rates remained low, which helped contribute to continued solid corporate profits and a declining number of defaults. This was quite beneficial for corporate bonds rated Baa by Moody's Investor Services (the lowest investment grade category), Ba and B (the highest non-investment grade categories), which together comprise nearly three-fifths of the Fund's investments. The Fund also benefitted from having the vast majority of its holdings concentrated in medium to long-term corporate securities, which tend to rise more in value during an economic recovery than safer short-term bonds.

The Road Ahead

Although the U.S. and global economies advanced during the reporting period, there were plenty of bumps and detours along the way enough to remind investors that the road to a true economic recovery rarely runs in a straight line. In the U.S., unemployment is close to double digits, the housing market remains troubled and consumers remain cautious. The fear that a handful of European governments could default on their sovereign debt has cast a shadow over that continent. In Asia, there are concerns that the fast-growing economies of China

and India may be expanding too fast, the antidote for which may be higher interest rates. This would likely temper growth.

But there are hopeful signs as well. In the U.S., the Federal Reserve's most recent beige book, which evaluates economic growth across the United States, indicates that the economy is gaining strength. Manufacturing is rebounding and consumers, though cautious, are showing signs that they may be ready to spend again.

An improving U.S. economy in 2011 is likely to put upward pressure on interest rates. This could act as a headwind for bond prices. As always, the need for careful investment research and a well-diversified portfolio is critically important.

For specific information on the Fund and its 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 Fund's shareholder servicing agent at (800) 254-5197. In addition, a wide range of information and resources is available on our website, www.allianzinvestors.com/closedendfunds.

Receive this report electronically and eliminate paper mailings. To enroll, go to www.allianzinvestors.com/edelivery.

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

Sincerely,

Hans W. Kertess
Chairman

Brian S. Shlissel
President & CEO

PIMCO Corporate Opportunity Fund Fund Insights

November 30, 2010 (unaudited)

For the fiscal year ended November 30, 2010, PIMCO Corporate Opportunity Fund returned 36.68% on NAV and 40.36% on market price.

Initiatives such as the Federal Reserve's (the Fed) purchase of mortgage and Treasury securities, and its commitment to hold short-term rates near zero, and government support for consumer finance markets were major factors behind enhanced stability through the first half of the reporting period. Beginning in early 2010, investor confidence was shaken by a range of macroeconomic events, including signs that the U.S. and global economies might be slowing and the ongoing debt crisis in Europe. Concerns in the U.S. centered on the waning effects of policy stimulus as unemployment remained stubbornly high and consumer confidence weakened. The uncertain impact of new regulations for the health care and financial services industries also added to the anxiety.

Against this backdrop, corporate bond performance was generally muted for the first two-thirds of the reporting period as economic concerns were balanced against reassurances by the Fed of ongoing support for the credit markets and the economy. The creation of the Greek bailout package late in the second quarter served to reassure markets, as did the growing expectation for further quantitative easing by the Fed, leading to a sharp and sustained rally for risk assets which lasted from July through October 2010. Investors' renewed risk appetite resulted in particularly strong performance by high yield and emerging markets debt through the first days of November, though both markets gave back some of their gains in the final weeks of the fiscal period as investors returned to a more cautious stance.

Performance drivers

The Fund's exposure to the life insurance and airline sectors enhanced performance. Life companies were one of the best performing corporate sectors during the period, gaining as strong results from key companies and positive returns in the equity markets boosted the sector's overall credit profile. Increases in equity valuations typically benefit life insurers through

increased demand for their equity-linked consumer products as well as the performance of their portfolios. Airline issues, particularly enhanced equipment trusts certificates (EETCs), benefited from the industry's continued focus on disciplined management of capacity, debt maturities and cash flow generation. During the 12-month period, the industry's general success on these metrics provided support to the valuations of both their unsecured debt and EETC issues.

An allocation to emerging market bonds also aided returns, providing investors rising risk tolerance for much of the period as well as relatively strong growth in the developing world.

Other positions were less beneficial to performance. The Fund was underweight in sectors which rely heavily on discretionary spending such as entertainment, gaming, home construction, lodging, retailers, and textiles. This stance hindered performance relative to the broader corporate bond market, as these issues, represented by the consumer cyclical component of the Barclays Capital U.S. Credit Index, outpaced most other corporate sectors during the fiscal period.

Despite posting positive returns, the Fund's tactical exposure to agency mortgage-backed securities (MBS), dampened relative performance as these securities, represented by the Barclays Capital Fixed-Rate MBS Index, underperformed most other fixed income sectors during the reporting period.

PIMCO Corporate Opportunity Fund Fund Performance & Statistics

November 30, 2010 (unaudited)

Total Return(1):	Market Price	NAV
1 Year	40.36%	36.68%
5 Year	12.54%	13.91%
Commencement of Operations (12/27/02) to 11/30/10	14.43%	14.58%

Market Price/NAV Performance:		Market Price/NAV:	
Commencement of Operations (12/27/02) to 11/30/10	Market Price		\$17.30
	NAV		\$16.29
	Market Price	Premium to NAV	6.20%
		Market Price Yield(2)	7.98%

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 income dividends, capital gain and return of capital distributions, if any, have been reinvested. Total return does not reflect broker commissions or sales charges. Total return for a period of more than one year represents the average annual total return. Performance at market price will differ from its results at NAV. Although market price returns typically reflect investment results over time, during shorter periods, returns at market price can also be influenced by factors such as changing views about the Fund, market conditions, supply and demand for the Fund's shares, or changes in Fund dividends. An investment in the Fund involves risk, including the loss of principal. Total return, market price, market yield and NAV will fluctuate with changes in market conditions. This data is provided for information purposes only and is not intended for trading purposes. Closed-end funds, unlike open-end funds, are not continuously offered. There is a onetime public offering and once issued, shares of closed-end funds are traded in the open market through a stock exchange. NAV is equal to total assets attributable to common shareholders less total liabilities divided by the number of common shares outstanding. Holdings are subject to change daily.

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(2) Market Price Yield is determined by dividing the annualized current monthly per share dividend (comprised of net investment income) payable to common shareholders by the market price per common share at November 30, 2010.

PIMCO Corporate Opportunity Fund Schedule of Investments

November 30, 2010

Principal Amount (000s)		Credit Rating (Moody s/S&P)*	Value
CORPORATE BONDS & NOTES 69.8%			
Airlines 4.4%			
\$7,000	American Airlines Pass Through Trust, 7.858%, 4/1/13 (AGC)	Ba1/BBB-	\$7,332,500
2,959	10.375%, 1/2/21	Baa3/A-	3,543,102
4,500	American Airlines, Inc., 10.50%, 10/15/12	B2/B	4,938,750
	Continental Airlines,		
950	6.545%, 8/2/20 (j)	Baa2/BBB+	999,434
2,678	6.703%, 12/15/22	Baa2/BBB	2,831,639
1,781	7.373%, 6/15/17	Ba1/BB-	1,781,288
7,557	7.707%, 10/2/22 (j)	Baa2/BBB	8,426,372
1,595	9.798%, 4/1/21	Ba3/B	1,630,449
	Northwest Airlines, Inc.,		
11,042	7.041%, 10/1/23 (j)	WR/BBB-	11,787,113
17,111	7.15%, 4/1/21 (MBIA)	Ba3/BB+	17,367,447
	United Air Lines Pass Through Trust,		
2,765	7.336%, 1/2/21 (a) (b) (d) (k)	Ba2/B+	2,682,481
	(acquisition cost-\$2,765,445; purchased 6/19/07)		
5,666	10.40%, 5/1/18	Baa2/BBB+	6,572,374
			69,892,949
Banking 5.0%			
300	BankAmerica Capital II, 8.00%, 12/15/26	Baa3/BB	303,750
	Barclays Bank PLC,		
8,600	7.434%, 12/15/17 (a) (d) (h)	Baa2/A-	8,342,000
14,480	10.179%, 6/12/21 (a) (d) (j)	Baa1/A	18,539,903
£600	14.00%, 6/15/19 (h)	Baa2/A-	1,125,965
\$22,050	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA,		
	11.00%, 6/30/19 (a) (d) (h) (j)	A2/AA-	28,805,304
4,000	HBOS PLC, 6.75%, 5/21/18 (a) (d)	Baa3/BBB-	3,833,960
	HSBC Capital Funding L.P. (h),		
8,000	4.61%, 6/27/13 (a) (d) (j)	A3/A-	7,786,416
2,000	10.176%, 6/30/30	A3/A-	2,640,000
	Regions Financial Corp.,		
3,600	7.375%, 12/10/37	B1/BB	3,095,179
6,600	7.75%, 11/10/14 (j)	Ba3/BB+	6,440,346
			80,912,823
Building & Construction 0.6%			
4,000	Cemex Finance LLC, 9.50%, 12/14/16 (a) (d)	NR/B	4,020,000
2,000	Desarrolladora Homex SAB De C.V., 9.50%, 12/11/19		
	(a) (d)	Ba3/BB-	2,290,000
3,300	Macmillan Bloedel Pembroke L.P., 7.70%, 2/15/26	Ba1/BBB-	3,359,001
			9,669,001
Financial Services 39.4%			
	Ally Financial, Inc.,		
198	2.342%, 12/15/11, FRN	B3/B	194,288
2,000	2.497%, 12/1/14, FRN	B3/B	1,790,100
1,000	2.737%, 2/15/12, FRN	B3/B	981,250
250	5.70%, 6/15/13	B3/B	243,473
20	5.70%, 10/15/13	B3/B	19,348
344	5.70%, 12/15/13	B3/B	332,090

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189	5.85%, 6/15/13	B3/B	184,714
502	5.90%, 12/15/13	B3/B	487,322
259	5.90%, 1/15/19	B3/B	221,606

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PIMCO Corporate Opportunity Fund Schedule of Investments

November 30, 2010 (continued)

Principal Amount (000s)		Credit Rating (Moody s/S&P)*	Value
Financial Services (continued)			
\$35	6.00%, 7/15/13	B3/B	\$34,279
638	6.00%, 11/15/13	B3/B	621,279
15	6.00%, 2/15/19	B3/B	12,923
4,479	6.00%, 3/15/19	B3/B	3,857,689
364	6.00%, 4/15/19	B3/B	313,375
796	6.00%, 9/15/19	B3/B	686,953
10	6.05%, 8/15/19	B3/B	8,658
122	6.10%, 5/15/13	B3/B	119,980
10	6.10%, 9/15/19	B3/B	8,709
520	6.15%, 9/15/13	B3/B	509,816
60	6.15%, 11/15/13	B3/B	58,664
226	6.15%, 12/15/13	B3/B	220,913
25	6.15%, 8/15/19	B3/B	21,797
13	6.15%, 10/15/19	B3/B	11,344
330	6.20%, 11/15/13	B3/B	323,083
445	6.20%, 3/15/16	B3/B	413,700
631	6.20%, 4/15/19	B3/B	551,274
357	6.25%, 3/15/13	B3/B	352,307
78	6.25%, 7/15/13	B3/B	76,853
395	6.25%, 10/15/13	B3/B	387,794
356	6.25%, 11/15/13	B3/B	349,005
997	6.25%, 12/15/18	B3/B	873,120
985	6.25%, 4/15/19	B3/B	862,183
1,066	6.25%, 5/15/19	B3/NR	933,400
605	6.30%, 10/15/13	B3/B	594,736
237	6.30%, 11/15/13	B3/B	232,654
379	6.30%, 3/15/16	B3/B	352,555
258	6.35%, 5/15/13	B3/B	255,192
1,260	6.35%, 4/15/19	B3/B	1,112,026
66	6.35%, 7/15/19	B3/B	58,326
54	6.375%, 8/1/13	B3/B	53,332
240	6.40%, 3/15/16	B3/B	225,162
108	6.40%, 12/15/18	B3/B	95,513
639	6.50%, 5/15/13	B3/B	634,093
40	6.50%, 8/15/13	B3/B	39,610
225	6.50%, 11/15/13	B3/B	222,113
329	6.50%, 2/15/16	B3/B	308,055
764	6.50%, 9/15/16	B3/B	714,225
1,060	6.50%, 6/15/18	B3/B	959,021
10	6.50%, 11/15/18	B3/B	8,906
50	6.50%, 12/15/18	B3/B	44,468
135	6.50%, 2/15/20	B3/B	118,514
139	6.55%, 10/15/16	B3/B	130,398
381	6.60%, 5/15/18	B3/B	349,628
62	6.60%, 6/15/19	B3/B	55,706
1,060	6.65%, 6/15/18	B3/B	974,047
274	6.65%, 2/15/20	B3/B	243,014
30	6.70%, 5/15/14	B3/B	29,752
105	6.70%, 6/15/14	B3/B	103,722
55	6.70%, 8/15/16	B3/B	51,880

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272	6.70%, 6/15/18	B3/B	249,850
260	6.75%, 7/15/12	WR/NR	257,599
672	6.75%, 9/15/12	B3/B	664,048

PIMCO Corporate Opportunity Fund Schedule of Investments

November 30, 2010 (continued)

Principal Amount (000s)		Credit Rating (Moody s/S&P)*	Value
Financial Services (continued)			
\$292	6.75%, 7/15/16	B3/B	\$276,226
161	6.75%, 8/15/16	B3/B	152,236
50	6.75%, 11/15/16	B3/B	47,375
45	6.75%, 6/15/17	B3/B	42,870
185	6.75%, 3/15/18	B3/B	172,687
60	6.75%, 7/15/18	B3/B	55,573
5	6.75%, 9/15/18	B3/B	4,567
73	6.75%, 10/15/18	B3/B	66,346
686	6.75%, 5/15/19	B3/B	621,453
130	6.75%, 6/15/19	B3/B	117,980
403	6.80%, 2/15/13	B3/B	401,208
20	6.80%, 10/15/18	B3/B	18,252
740	6.85%, 4/15/16	B3/B	704,384
135	6.875%, 10/15/12	B3/B	133,995
420	6.875%, 4/15/13	B3/B	418,855
109	6.90%, 6/15/17	B3/B	104,724
80	6.90%, 8/15/18	B3/B	74,045
87	6.95%, 6/15/17	B3/B	83,808
3,244	7.00%, 9/15/12	B3/B	3,252,282
614	7.00%, 10/15/12	B3/B	610,339
1,970	7.00%, 11/15/12	B3/B	1,959,063
693	7.00%, 12/15/12	B3/B	687,129
285	7.00%, 8/15/13, VRN	B3/B	284,686
75	7.00%, 7/15/16	B3/B	71,948
19	7.00%, 1/15/17	B3/B	18,228
120	7.00%, 6/15/17	B3/B	114,592
573	7.00%, 2/15/18	B3/B	544,463
749	7.00%, 3/15/18	B3/B	709,341
1,286	7.00%, 5/15/18	B3/B	1,204,176
96	7.00%, 8/15/18	B3/B	89,393
635	7.00%, 2/15/21	B3/B	574,730
1,743	7.00%, 9/15/21	B3/B	1,566,476
411	7.00%, 6/15/22	B3/B	367,021
417	7.00%, 11/15/23	B3/B	369,742
2,181	7.00%, 11/15/24	B3/B	1,930,974
408	7.05%, 3/15/18	B3/B	387,463
832	7.05%, 4/15/18	B3/B	787,325
2,900	7.10%, 9/15/12	B3/B	2,900,116
3,495	7.10%, 1/15/13	B3/B	3,490,659
142	7.125%, 8/15/12	B3/B	141,392
385	7.125%, 12/15/12	B3/B	382,423
2,784	7.125%, 10/15/17	B3/B	2,664,466
15	7.15%, 9/15/18	B3/B	14,040
2,858	7.20%, 10/15/17	B3/B	2,740,907
6,750	7.25%, 8/15/12	B3/B	6,729,042
387	7.25%, 12/15/12	B3/B	389,307
45	7.25%, 6/15/16	B3/B	43,743
9,609	7.25%, 9/15/17	B3/B	9,133,137
601	7.25%, 2/15/25	B3/B	533,461
161	7.25%, 3/15/25	B3/B	142,760

