

The American Jobs Creation Act of 2004 allowed ETFs having regulated investment company status to designate amounts of QII and STCG as exempt from Nonresident Alien Withholding Tax ("NRA Withholding Tax") when paid to non-U.S. shareholders with appropriate tax documentation. The exemption expired with the PIMCO ETFs 7/7/15 payment date, but has since been extended permanently from that date with the "Protecting Americans from Tax Hikes Act of 2015" signed into law on 12/18/15.

The amounts set forth below have been identified as exempt from NRA withholding tax, and may be subject to revision. We recommend that shareholders consult their tax advisor for further information.

PIMCO Exchange-Traded Fund	Ticker	Income Dividend Pay Dates – QII Percentage Designated as Exempt from NRA Withholding Tax												QSTCG%
		2/5/16	3/7/16	4/7/16	5/6/16	6/7/16	7/8/16	8/5/16	9/8/16	10/7/16	11/7/16	12/7/16	1/4/17	12/20/16
PIMCO 1-3 Year U.S. Treasury Index Exchange-Traded Fund	TUZ	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	NA	NA	NA
PIMCO 25+ Year Zero Coupon U.S. Treasury Index Exchange-Traded Fund	ZROZ	0%	0%	100%	0%	0%	100%	0%	0%	100%	0%	NA	NA	NA
PIMCO 1-5 Year U.S. TIPS Index Exchange-Traded Fund	STPZ	0%	0%	0%	0%	0%	0%	100%	100%	0%	0%	NA	NA	NA
PIMCO Broad U.S. TIPS Index Exchange-Traded Fund	TIPZ	0%	0%	0%	0%	0%	0%	100%	100%	0%	0%	NA	NA	NA
PIMCO 15+ Year U.S. TIPS Index Exchange-Traded Fund	LTPZ	0%	0%	0%	0%	0%	0%	100%	100%	0%	0%	NA	NA	NA
PIMCO Investment Grade Corporate Bond Index Exchange-Traded Fund	CORP	95%	89%	85%	100%	79%	80%	75%	75%	78%	78%	NA	NA	NA
PIMCO Enhanced Short Maturity Exchange-Traded Fund	MINT	100%	100%	100%	100%	86%	75%	76%	76%	82%	81%	NA	NA	NA
PIMCO Intermediate Municipal Bond Exchange-Traded Fund	MUNI	100%*	100%*	100%*	100%*	100%*	100%*	100%*	100%*	100%*	100%*	NA	NA	NA
PIMCO Short-Term Municipal Bond Exchange-Traded Fund	SMMU	100%*	100%*	100%*	100%*	100%*	100%*	100%*	100%*	100%*	100%*	NA	NA	NA
PIMCO 0-5 Year High Yield Corporate Bond Index Exchange-Traded Fund	HYS	100%	100%	100%	100%	92%	80%	80%	80%	90%	90%	NA	NA	NA
PIMCO Total Return Exchange-Traded Fund	BOND	70%	70%	70%	100%	71%	70%	65%	65%	77%	73%	NA	NA	NA
PIMCO Global Advantage® Inflation-Linked Bond Exchange-Traded Fund	ILB	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	NA	NA	NA

*effectively exempt from NRA withholding as Regulated Investment Company exempt-interest dividends under Internal Revenue Code Section 852(b)(5).

Qualified Interest Income (QII) and Short-Term Capital Gain (STCG) Designation for PIMCO ETF Distributions Declared in 2016 and Paid to Non-U.S. Shareholders

		Income Dividend Pay Dates – QII Percentage Designated as Exempt from NRA Withholding Tax												QSTCG %
PIMCO Exchange-Traded Fund	Ticker	2/5/16	3/7/16	4/7/16	5/6/16	6/7/16	7/8/16	8/5/16	9/8/16	10/7/16	11/7/16	12/7/16	1/4/17	12/20/16
PIMCO Low Duration Exchange-Traded Fund	LDUR	100%	57%	65%	92%	69%	67%	68%	72%	73%	70%	NA	NA	100%
PIMCO Diversified Income Exchange-Traded Fund	DI	79%	55%	70%	53%	42%	41%	41%	39%	39%	45%	NA	NA	NA

Investors should consider the investment objectives, risks, charges and expenses of the funds carefully before investing. This and other information are contained in the Fund's prospectus, which may be obtained by contacting your PIMCO representative. Please read the prospectus carefully before you invest.

A word about risk: All investments contain risk and may lose value. Investing in the **bond market** is subject to certain risks including market, interest-rate, issuer, credit, and inflation risk; investments may be worth more or less than the original cost when redeemed. Please **refer to the Fund's prospectus** for a complete overview of the primary risks associated with the Fund.

Investing in the bond market is subject to certain risks including the risk that fixed income securities will decline in value because of changes in interest rates; the risk that fund shares could trade at prices other than the net asset value; and the risk that the manager's investment decisions might not produce the desired results.

Exchange Traded Funds ("ETF") are afforded certain exemptions from the Investment Company Act. The exemptions allow, among other things, for individual shares to trade on the secondary market. Individual shares cannot be directly purchased from or redeemed by the ETF. Purchases and redemptions directly with ETFs are only accomplished through creation unit aggregations or "baskets" of shares. Shares of an ETF are bought and sold at market price (not NAV). Brokerage commissions will reduce returns. Investment policies, management fees and other information can be found in the individual ETF's prospectus.

The value of most bond funds and fixed income securities are impacted by changes in interest rates. Bonds and bond funds with longer durations tend to be more sensitive and more volatile than securities with shorter durations; bond prices generally fall as interest rates rise. Additional risk factors can be found in the prospectus.

Foreign (non-U.S.) fixed income securities will settle in accordance with the normal rules of settlement in the applicable foreign (non-U.S.) market. Foreign holidays that may impact a foreign market may extend the period of time between the date of receipt of a redemption order and the redemption settlement date. Please see the Funds Statement of Additional Information at www.pimcoetfs.com.

Premiums (when market price is above NAV) or discounts (when market price is below NAV) reflect the differences (expressed as a percentage) between the NAV and the Market Price of the Fund on a given day, generally at the time the NAV is calculated. A discount or premium could be significant. Data in chart format displaying the frequency distribution of discounts and premiums of the Market Price against the NAV can be found for each Fund at www.pimcoetfs.com.

PIMCO does not provide legal or tax advice. Please consult your tax advisor and/or legal counsel for specific tax questions and concerns.

This material has been distributed for informational purposes only and should not be considered as investment advice or a recommendation of any particular security, strategy or investment product. No part of this material may be reproduced in any form, or referred to in any other publication, without express written permission. PIMCO and YOUR GLOBAL INVESTMENT AUTHORITY are trademarks or registered trademarks of Allianz Asset Management of America L.P. and Pacific Investment Management Company LLC, respectively, in the United States and throughout the world. © 2016 PIMCO

PIMCO Investments LLC, distributor, 1633 Broadway, New York, NY 10019, is a company of PIMCO