

PIMCO Enhanced Short Maturity Active Exchange-Traded Fund (MINT)
PIMCO Low Duration Active Exchange-Traded Fund (LDUR)

Maximize your cash potential while seeking to protect against rising rates

PIMCO'S ACTIVE SHORT-DURATION EXCHANGE-TRADED FUNDS (ETFs)

With the Fed's tightening cycle finally under way and money market reforms set for 2016, now is the time to rethink your cash strategy. PIMCO's short-duration ETFs, MINT and LDUR, are actively managed to enhance return potential, reduce overall portfolio volatility and help cushion against the impact of U.S. policy rates.

1 Actively managed interest rate exposure

To protect against rising rates, investors may consider a move into money market funds or passive short-duration index strategies – but this may not be the best approach. While money market funds may reduce a portfolio's aggregate risk profile, they can create obstacles to generating positive returns. And passive short-duration index strategies are investing client capital in the portion of the yield curve that we believe is most susceptible to losses in a rising rate environment.

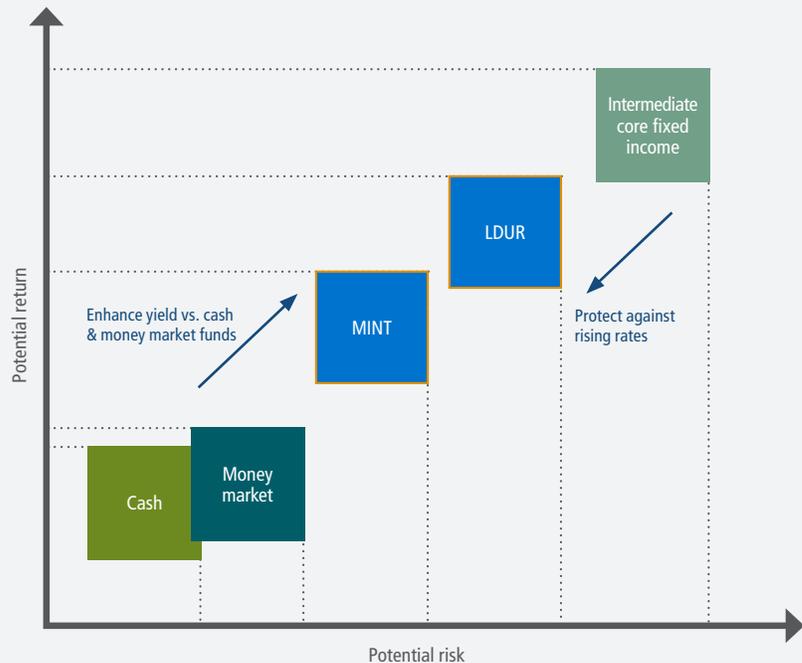
Active ETFs like MINT and LDUR may be a better solution. They offer enhanced yield potential while managing risk from rising rates, with greater flexibility to avoid areas of potential volatility through precise yield curve positioning and allocation to less affected sectors, such as high quality corporate bonds and mortgages.

MINT: designed to deliver enhanced yield with a capital preservation focus:

- Invests in a broad range of high quality short-term instruments, targeting investment grade opportunities just outside the scope of regulated money markets.
- Duration band of 0-1 year allows for actively managed interest rate exposure.

LDUR: designed to deliver attractive total return, liquidity and capital preservation:

- Invests in a diversified portfolio of front-end, high quality bonds across a wide variety of sectors.
- Average portfolio duration of 1-3 years, provides less exposure to interest rate risk than typical intermediate- and long-term bond strategies.



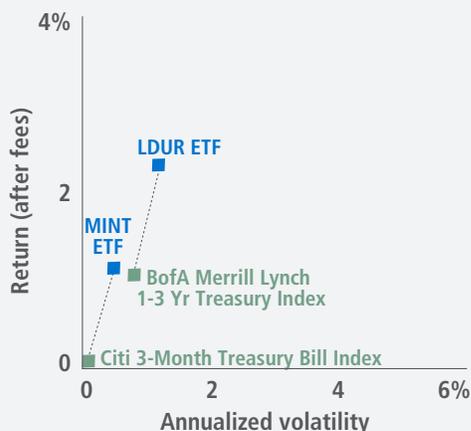
Money market funds may only invest in certain high quality short-term investments issued by the U.S. government, U.S. corporations, and state and local governments that are subject to strict diversification and maturity standards, and ultra-short bond funds are not subject to these requirements. Further, money market funds seek to maintain a stable NAV of \$1.00 per share.

2 More attractive risk/return profiles

For front-end investors, skilled active management can help avoid risky assets while identifying pockets of value outside the benchmark that can enhance diversification and return potential.

As the chart shows, MINT's active, risk-focused approach has provided higher returns than the Citi 3-Month Treasury Bill Index – as well as money market funds – with minimal additional risk. And LDUR has solidly outperformed its benchmark, the BofA Merrill Lynch 1-3 Year U.S. Treasury Index, with similar volatility. Investing in a strategy that tracks the index would have reduced return, without reducing risk.

SINCE INCEPTION RETURN VS. VOLATILITY



If this material is used after 30 September 2016, it must be accompanied by the most recent Performance Supplement. Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Current performance may be lower or higher than performance shown. Investment return and principal value will fluctuate, so that fund shares may be worth more or less than their original cost when sold. Performance data current to the most recent month-end is available at pimcoetfs.com or by calling 888.400.4ETF. MINT's and LDUR's gross expense ratios are 0.36% and 0.57%, respectively. LDUR's net expense ratio is 0.49% and reflects a contractual expense reduction agreement through 31 October 2016.

3 Strong performance from an industry leader

PIMCO has been a pioneer in fixed income investing since the firm was founded in 1971, and has been the market leader in actively managed ETFs since MINT was launched in 2009, as demonstrated by MINT's size and attractive total returns. Both MINT and LDUR benefit from the same time-tested investment process that underpins all of PIMCO's actively managed investment strategies, and give investors direct access to PIMCO's 40+ years of investment expertise with the benefits of an ETF vehicle.

QUARTER-END ANNUALIZED PERFORMANCE AS OF 06/30/16	1 YR.	3 YRS.	5 YRS.	SINCE INCEPTION*
MINT				
NAV Total Returns (after fees)	1.03%	0.86%	0.96%	1.11%
Market Price Returns	1.07%	0.86%	0.96%	1.12%
Index Returns	0.14%	0.07%	0.06%	0.08%
LDUR				
NAV Total Returns (after fees)	1.75%	–	–	2.32%
Market Price Returns	1.84%	–	–	2.35%
Index Returns	1.31%	–	–	1.07%

*Inception dates: MINT 16 November 2009; LDUR 22 January 2014.

Investors should consider the investment objectives, risks, charges and expenses of the funds carefully before investing. This and other information is contained in the fund's prospectus and summary prospectus, if available, which may be obtained by contacting your investment professional or PIMCO representative or by visiting pimco.com. Please read them carefully before you invest or send money.

A word about risk: Investing in the bond market is subject to risks including market, interest rate, issuer, credit, inflation risk, and liquidity risk. The value of most bonds and bond strategies is impacted by changes in interest rates. Bonds and bond strategies with longer durations tend to be more sensitive and volatile than those with shorter durations; bond prices generally fall as interest rates rise, and the current low interest rate environment increases this risk. Current reductions in bond counterparty capacity may contribute to decreased market liquidity and increased price volatility. Bond investments may be worth more or less than the original cost when redeemed. **Derivatives** may involve certain costs and risks such as liquidity, interest rate, market, credit, management and the risk that a position could not be closed when most advantageous. Investing in derivatives could lose more than the amount invested. **Management risk** is the risk that the investment techniques and risk analyses applied by PIMCO will not produce the desired results, and that certain policies or developments may affect the investment techniques available to PIMCO in connection with managing the strategy. The fund pays transaction costs when it buys and sells securities (or "turns over" its portfolio). A higher portfolio turnover rate may indicate higher transaction costs and may result in higher taxes when fund shares are held in a taxable account. Exchange-traded funds (ETFs) 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.

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 pimcoetfs.com.

The NAV of the fund's shares is determined by dividing the total value of the fund's portfolio investments and other assets, less any liabilities, by the total number of shares outstanding. Fund shares are valued as of the close of regular trading (normally 4:00 p.m., Eastern time) (the "NYSE Close") on each business day. The price used to calculate market returns (Market Price) of the fund generally is determined using the midpoint between the highest bid and the lowest offer on the national securities exchange on which shares of the fund will be primarily listed for trading, as of the time that the fund's NAV is calculated. The fund's Market Price may be at, above or below its NAV. The NAV of the fund will fluctuate with changes in the market value of its portfolio holdings. The Market Price of the fund will fluctuate in accordance with changes in its NAV, as well as market supply and demand.

Premiums or discounts are 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 premium is the amount that the fund is trading above the reported NAV, expressed as a percentage of the NAV. A discount is the amount that the fund is trading below the reported NAV, expressed as a percentage of the NAV. A discount or premium could be significant. The since inception premium/discount average is calculated by averaging the daily premium/discount since the inception of the fund. The daily premium/discount is the difference between the daily market price for shares of the fund and the fund's net asset value. The market price is determined using the midpoint between the highest bid and the lowest offer on the listing exchange, as of the time that the fund's NAV is calculated.

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ACTIVELY MANAGED ETFs	TICKER	INCEPTION DATE	EXPENSE RATIO (%)	1 YEAR (%)	3 YEARS (%)	5 YEARS (%)	INCEPTION (%)
CORE							
PIMCO Enhanced Short Maturity Active Exchange-Traded Fund	MINT	16 Nov '09	0.36	1.81	0.95	1.20	1.16
Share price (market price)				1.81	0.96	1.18	1.16
PIMCO Low Duration Active Exchange-Traded Fund	LDUR	22 Jan '14	0.57	3.50	–	–	2.53
Share price (market price)				3.70	–	–	2.58
PIMCO Total Return Active Exchange-Traded Fund	BOND	29 Feb '12	0.57	5.40	4.17	–	5.04
Share price (market price)				5.61	4.19	–	5.01
GLOBAL INFLATION-LINKED							
PIMCO Global Advantage® Inflation-Linked Bond Active Exchange-Traded Fund	ILB	30 Apr '12	0.67	8.17	-2.48	–	-1.79
Share price (market price)				8.25	-2.55	–	-1.93
INCOME							
PIMCO Diversified Income Active Exchange-Traded Fund	DI	22 Jan '14	0.85	12.78	–	–	5.02
Share price (market price)				13.01	–	–	5.26
MUNICIPAL							
PIMCO Intermediate Municipal Bond Active Exchange-Traded Fund	MUNI	30 Nov '09	0.35	5.21	3.82	3.10	3.64
Share price (market price)				5.23	3.87	3.10	3.65
PIMCO Short Term Municipal Bond Active Exchange-Traded Fund	SMMU	01 Feb '10	0.35	1.11	0.98	0.82	1.04
Share price (market price)				1.07	0.96	0.81	1.03
INDEXED ETFs							
CORPORATE							
PIMCO Investment Grade Corporate Bond Index Exchange-Traded Fund	CORP	20 Sep '10	0.20	9.14	5.75	5.22	5.11
Share price (market price)				9.46	5.83	5.30	5.14
PIMCO 0-5 Year High Yield Corporate Bond Index Exchange-Traded Fund	HYS	16 Jun '11	0.55	9.84	3.33	6.44	5.09
Share price (market price)				10.35	3.29	6.49	5.11
TIPS							
PIMCO Broad U.S. TIPS Index Exchange-Traded Fund	TIPZ	03 Sep '09	0.21	6.97	2.49	1.84	4.16
Share price (market price)				6.97	2.51	1.85	4.16
PIMCO 1-5 Year U.S. TIPS Index Exchange-Traded Fund	STPZ	20 Aug '09	0.20	2.72	0.41	0.52	1.85
Share price (market price)				2.76	0.42	0.53	1.86

Exchange-Traded Fund Performance

AS OF: 30 SEPTEMBER 2016

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INDEXED ETFs	TICKER	INCEPTION DATE	EXPENSE RATIO (%)	1 YEAR (%)	3 YEARS (%)	5 YEARS (%)	INCEPTION (%)
TIPS							
PIMCO 15+ Year U.S. TIPS Index Exchange-Traded Fund	LTPZ	03 Sep '09	0.21	18.22	7.13	4.00	7.21
Share price (market price)				18.02	7.13	3.98	7.20
TREASURY							
PIMCO 1-3 Year U.S. Treasury Index Exchange-Traded Fund	TUZ	01 Jun '09	0.16	0.73	0.71	0.57	0.97
Share price (market price)				0.67	0.70	0.57	0.96
PIMCO 25+ Year Zero Coupon U.S. Treasury Index Exchange-Traded Fund	ZROZ	30 Oct '09	0.16	21.75	18.64	7.29	12.14
Share price (market price)				21.59	18.51	7.36	12.12

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The NAV of the Fund's shares is determined by dividing the total value of the Fund's portfolio investments and other assets, less any liabilities, by the total number of shares outstanding. Fund shares are valued as of the close of regular trading (normally 4:00 p.m., Eastern time) (the "NYSE Close") on each business day. The price used to calculate market returns ("Market Price") of the Fund generally is determined using the midpoint between the highest bid and the lowest offer on the national securities exchange on which shares of the Fund will be primarily listed for trading, as of the time that the Fund's NAV is calculated. The Fund's Market Price may be at, above or below its NAV. The NAV of the Fund will fluctuate with changes in the market value of its portfolio holdings. The Market Price of the Fund will fluctuate in accordance with changes in its NAV, as well as market supply and demand.

A word about risk: 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. Build America Bonds issued by state and local governments are taxable issues. Currency rates may fluctuate significantly over short periods of time and may reduce the returns of a portfolio. Investing in **foreign denominated and/or domiciled securities** may involve heightened risk due to currency fluctuations, and economic and political risks, which may be enhanced in emerging markets. **Sovereign securities** are generally backed by the issuing government, obligations of U.S. Government agencies and authorities are supported by varying degrees but are generally not backed by the full faith of the U.S. Government; portfolios that invest in such securities are not guaranteed and will fluctuate in value.

Inflation-linked bonds (ILBs) issued by a government are fixed-income securities whose principal value is periodically adjusted according to the rate of inflation; ILBs decline in value when real interest rates rise. Treasury Inflation-Protected Securities (TIPS) are ILBs issued by the U.S. Government. Income from **municipal bonds** may be subject to state and local taxes and at times the alternative minimum tax; a strategy concentrating in a single or limited number of states is subject to greater risk of adverse economic conditions and regulatory changes. **Mortgage and asset-backed securities** may be sensitive to changes in interest rates, subject to early repayment risk, and their value may fluctuate in response to the market's perception of issuer creditworthiness; while generally supported by some form of government or private guarantee there is no assurance that private guarantors will meet their obligations. **Derivatives** may involve certain costs and risks such as liquidity, interest rate, market, credit, management and the risk that a position could not be closed when most advantageous. Investing in derivatives could lose more than the amount invested. All investments contain risk and may lose value.

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.

Passive funds use an indexing approach and may be affected by a general decline in market segments or asset classes relating to their Underlying Index. Passive funds invest in securities and instruments included in, or representative of, its Underlying Index regardless of the investment merits of the Underlying Index.

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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 on the Premium/Discount tab for each Fund at www.pimcoetfs.com.

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