

PIMCO CORPORATE OPPORTUNITY FUND  
Form N-CSRS  
August 05, 2005

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, New York  
(Address of principal executive offices)

10105  
(Zip code)

Lawrence G. Altadonna - 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    November 30, 2005  
end:

Date of reporting period:      May 31, 2005

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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# PIMCO Corporate Opportunity Fund

Semi-Annual Report  
May 31, 2005

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**PIMCO Corporate Opportunity Fund Letter to Shareholders**

July 18, 2005

Dear Shareholder:

We are pleased to provide you with the semi-annual report of the PIMCO Corporate Opportunity Fund (the "Fund") for the six months ended May 31, 2005.

Please refer to the following page for specific Fund information. If you have any questions regarding the information provided, we encourage you to contact your financial advisor or call the Fund's transfer agent at 1-800-331-1710. Also note that a wide range of information and resources can be accessed through our Web site, [www.allianzinvestors.com](http://www.allianzinvestors.com).

Together with Allianz Global Investors Fund Management LLC (formerly, PA Fund Management LLC), the Fund's investment manager and Pacific Investment Management Co. LLC, the Fund's sub-adviser, we thank you for investing with us. We remain dedicated to serving your investment needs.

Sincerely,

Robert E. Connor  
*Chairman*

Brian S. Shlissel  
*President & Chief Executive Officer*

**PIMCO Corporate Opportunity Fund Performance Summary & Statistics**

May 31, 2005 (unaudited)

**Symbol:**

PTY

**Objective:**

Seeks maximum total return through a combination of current income and capital appreciation.

**Primary Investments:**

U.S. dollar-denominated corporate debt obligations of varying maturities and other corporate income-producing securities.

**Inception Date:**

December 27, 2002

**Total Net Assets<sup>(1)</sup>:**

\$1.613 billion

**Portfolio Manager:**

Mark Kiesel

<b>Total Return<sup>(2)</sup>:</b>	<b>Market Price</b>	<b>Net Asset Value ("NAV")</b>
Six Months ended 5/31/05	7.79%	3.72%
1 Year ended 5/31/05	21.19%	14.70%
Commencement of Operations (12/27/02) to 5/31/05	18.05%	18.60%

**Common Share Price Performance:**

Commencement of Operations (12/27/02) to 5/31/05

**Market Price/NAV:**

Market Price	\$ 16.78
NAV	\$ 16.19
Premium to NAV	3.64%
Market Price Yield <sup>(3)</sup>	9.83%

(1) Inclusive of net assets attributable to Preferred Shares outstanding.

(2) **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 of the Fund's income dividends and capital gain distributions have been reinvested at prices obtained under the dividend reinvestment plan. Total return does not reflect broker commissions or sales charges. Total return for a period more than one year represents the average annual total return. Total return for a period of less than one year is not annualized.

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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 total assets applicable to common shareholders less total liabilities divided by the number of common shares outstanding. Holdings are subject to change daily.

(3) 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 May 31, 2005.

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**PIMCO Corporate Opportunity Fund Schedule of Investments**

May 31, 2005 (unaudited)

Principal Amount (000)			Credit Rating (Moody's/S&P)	Value
<b>CORPORATE BONDS &amp; NOTES 72.2%</b>				
<b>Airlines 3.9%</b>				
\$ 3,000	American Airlines, Inc., pass thru certificates, 7.858%, 10/1/11, Ser. 01-2		Baa2/BBB+	\$ 3,108,954
4,033	Continental Airlines, Inc., pass thru certificates, 6.703%, 12/15/22, Ser. 01-1		Baa3/BBB+	3,880,969
2,729	7.373%, 6/15/17, Ser. 01-1		Ba1/BB+	2,226,472
2,000	7.487%, 4/2/12, Ser. 00-2		Baa3/BBB	2,006,347
9,761	7.707%, 10/2/22, Ser. 00-2		Baa3/BBB	9,627,670
5,000	Delta Air Lines, Inc., pass thru certificates, 7.57%, 11/18/10, Ser. 00-1		Ba1/BB	4,720,179
8,000	7.92%, 5/18/12, Ser. 00-1		B3/CCC+	3,928,181
12,500	Northwest Airlines, Inc., pass thru certificates, 6.841%, 10/1/12, Ser. 01-1		Baa3/BBB	12,054,438
1,581	6.81%, 2/1/20, Ser. 99-1A		Baa3/BBB-	1,348,706
5,456	7.575%, 3/1/19, Ser. 99-2A		Baa2/A-	5,448,880
15,344	United AirLines, Inc., pass thru certificates, 7.186%, 4/1/11, Ser. 00-2 (a)		WR/NR	14,292,286
				62,643,082
<b>Automotive 1.2%</b>				
4,000	Auburn Hills Trust, 12.375%, 5/1/20		A3/BBB	6,026,492
6,000	Ford Motor Co., 9.98%, 2/15/47		Baa3/BB+	5,510,268
10,000	General Motors Corp., 9.40%, 7/15/21		Baa3/BB	8,361,970
				19,898,730
<b>Banking 1.9%</b>				
1,000	HSBC Capital Funding L.P., 4.61%, 6/27/13, VRN (b) (c) (d)		A1/A-	972,319
2,000	10.176%, 6/30/30, VRN (d)		A1/A-	3,181,872
625	NCNB, 9.375%, 9/15/09		Aa3/A+	746,125
9,706	Riggs Capital Trust II, 8.875%, 3/15/27, Ser. C		A3/D	11,113,370
3,500	Royal Bank of Canada, 3.729%, 11/8/11, Ser. N (e)		Aa3/A+	3,509,177
2,000	Royal Bank of Scotland Group, Inc., 7.648%, 9/30/31, VRN (d)		A1/A	2,536,646
8,000	Sumitomo Mitsui Banking Corp., 8.15%, 8/1/08 (d)		A2/NR	8,711,768
				30,771,277
<b>Chemicals 0.6%</b>				
8,445	Equistar Chemicals L.P., 10.125%, 9/1/08		B2/BB-	9,205,050
<b>Computer Services 0.5%</b>				
4,000	Electronic Data Systems Corp., 6.50%, 8/1/13, Ser. B		Ba1/BBB-	4,100,984
3,500	7.125%, 10/15/09		Ba1/BBB-	3,770,063
				7,871,047

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<b>Diversified Manufacturing</b>	<b>0.8%</b>			
	5,000	Hutchison Whampoa Int'l Ltd., 7.45%, 11/24/33 (b)	A3/A-	5,878,290
	5,760	Tyco International Group SA, 7.00%, 6/15/28	Baa3/BBB	6,901,839
				12,780,129
<b>Electronics</b>	<b>0.1%</b>			
	1,000	Arrow Electronics, Inc., 6.875%, 6/1/18	Baa3/BBB-	1,091,905



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**PIMCO Corporate Opportunity Fund Schedule of Investments**

May 31, 2005 (unaudited)

Principal Amount (000)		Credit Rating (Moody's/S&P)	Value
<b>Energy 1.0%</b>			
\$ 2,579	Salton SEA Funding, Inc., 8.30%, 5/30/11, Ser. E	Ba1/BB+	\$ 2,814,116
12,000	Sithe Independence Funding Corp., 9.00%, 12/30/13, Ser. A	Ba2/B	12,859,548
			15,673,664
<b>Financial Services 0.8%</b>			
8,054	Cedar Brakes II LLC, 9.875%, 9/1/13 (b)	Baa2/BBB-	9,452,284
2,500	Morgan Stanley, 3.421%, 1/15/10 (e)	Aa3/A+	2,502,760
			11,955,044
<b>Financing 4.8%</b>			
5,000	AES Red Oak LLC, 9.20%, 11/30/29, Ser. B	B2/B+	5,500,000
1,000	Beaver Valley Funding Corp., 8.625%, 6/1/07	Baa3/BB+	1,043,415
2,500	Canadian Oil Sands Trust, 4.80%, 8/10/09 (b)	Baa2/BBB+	2,517,925
1,000	Ford Motor Credit Co., 6.50%, 1/25/07	Baa2/BB+	1,002,009
21,240	7.75%, 2/15/07	Baa2/BB+	21,542,691
1,100	General Electric Capital Corp., 8.50%, 7/24/08	Aaa/AAA	1,233,881
4,990	9.83%, 12/15/08 (f)	NR/NR	6,043,252
7,000	General Motors Acceptance Corp., 4.05%, 1/16/07 (e)	Baa2/BB	6,740,251
5,000	8.00%, 11/1/31	Baa2/BB	4,192,790
5,000	8.875%, 6/1/10	Baa2/BB	5,063,140
9,200	Mizuho JGB Investment LLC, 9.87%, 6/30/08, VRN (b) (d)	Baa1/BBB	10,427,299
2,110	Mizuho Preferred Capital Co. LLC, 8.79%, 6/30/08, VRN (b) (d)	Baa1/BBB	2,327,429
7,500	Pemex Project Funding Master Trust, 8.625%, 2/1/22	Baa1/BBB	9,112,500
			76,746,582
<b>Food Services 0.4%</b>			
5,000	Delhaize America, Inc., 8.125%, 4/15/11	Ba1/BB+	5,609,005
1,500	Heinz (H.J.) Co., 6.189%, 12/1/20 (b)	A3/A	1,517,260
			7,126,265
<b>Healthcare &amp; Hospitals 2.6%</b>			
8,510	HCA, Inc., 8.85%, 1/1/07	Ba2/BB+	9,030,148
800	9.00%, 12/15/14	Ba2/BB+	937,859
19,000	Healthsouth Corp., 7.625%, 6/1/12 (a)	WR/NR	18,335,000
7,400	Tenet Healthcare Corp., 6.375%, 12/1/11	B3/B	7,141,000
5,600	7.375%, 2/1/13	B3/B	5,516,000
			40,960,007
<b>Holding Companies 0.1%</b>			
2,000	Progress Capital Holdings, Inc., 7.17%, 11/1/06 (b)	Baa1/BBB-	2,078,154

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**Hotels/Gaming 3.4%**

900	Caesars Entertainment, Inc., 8.50%, 11/15/06	Ba1/BB+	951,750
1,000	8.875%, 9/15/08	Ba2/BB-	1,107,500
4,875	9.375%, 2/15/07	Ba2/BB-	5,228,437
4,000	Harrah's Operating Co., Inc., 5.50		