

PIMCO Floating Rate Strategy Fund  
Form N-CSR  
October 09, 2007

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, 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 July 31, 2007  
end:

Date of reporting period: July 31, 2007

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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**Contents**

Letter to Shareholders	1
Performance & Statistics	2-3
Schedules of Investments	4-25
Statements of Assets and Liabilities	26
Statements of Operations	27
Statements of Changes in Net Assets	28-29
Statements of Cash Flows	30
Notes to Financial Statements	31-43
Financial Highlights	44-45
Report of Independent Registered Public Accounting Firm	46
Tax Information	47
Matters Relating to the Trustees Consideration of the Investment Management & Portfolio Management Agreements	48-50
Privacy Policy/Proxy Voting Policies & Procedures	51

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Dividend Reinvestment Plan	52
Board of Trustees	53-54
Principal Officers	55

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

July 31, 2007

Dear Shareholder:

We are pleased to provide you with the annual report for the PIMCO Floating Rate Income Fund and PIMCO Floating Rate Strategy Fund (collectively the Funds) for the fiscal year ended July 31, 2007.

Following a steady succession of interest-rate increases, the Federal Reserve Board (the Fed) set short-term interest rates at 5.25% at the beginning of the period and held fast to that level throughout the fiscal year. The Fed cited mixed signals in the economy during the period, most notably weakness in housing, elevated levels of core inflation and steady, moderate economic growth.

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 (PIMCO), the Funds' sub-adviser, we thank you for investing with us.

We remain dedicated to serving your investment needs.

Sincerely,

Hans W. Kertess

*Chairman*

Brian S. Shlissel

*President & Chief Executive Officer*



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

July 31, 2007 (unaudited)

- \* For the fiscal year ended July 31, 2007, PIMCO Floating Rate Income Fund returned 0.83% on net asset value (NAV) and (0.93)% on market price.
- \* A focus on the cable sector over the period detracted from returns, as these issues underperformed.
- \* Utility loans outperformed during the period and a minimal weighting in the sector adversely affected Fund performance.
- \* A relatively small weighting in BB-rated issues detracted from returns, as higher-rated issues outperformed during the period; particularly in July as a flight-to-quality became evident.
- \* A smaller-than-market weighting in the retail sector added to returns, as these loans underperformed the overall market by approximately 70 basis points.
- \* Security selection in the consumer cyclical sector was positive for performance, as captive finance auto loans outperformed the overall sector.
- \* A strong emphasis on telecommunications contributed positively to performance, as these issues outperformed the leveraged loan market by approximately 100 basis points.
- \* Within media, a relatively small weighting in broadcasting issues, which underperformed, added to security selection within the broader sector.
- \* The Fund used interest-rate swaps to adjust duration and target specific areas of yield-curve exposure during the period. Credit-default swaps were used either as a substitute for purchasing corporate bonds or as a means of hedging corporate bond exposure.

<b>Total Return<sup>(1)</sup></b>	<b>Market Price</b>	<b>Net Asset Value ( NAV )</b>
1 Year	(0.93)%	0.83%
Commencement of Operations (8/29/03) to 7/31/07	4.86%	5.00%

<b>Common Share Market Price/NAV Performance:</b>	<b>Market Price/NAV:</b>	
Commencement of Operations (8/29/03) to 7/31/07	Market Price	\$17.88
Market Price	NAV	\$17.38
NAV	Premium to NAV	2.88%
	Market Price Yield <sup>(2)</sup>	10.25%

(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 the 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 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 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 typically 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 attributable 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, 2007.

2 PIMCO Floating Rate Income & PIMCO Floating Rate Strategy Funds Annual Report | 7.31.07



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

July 31, 2007 (unaudited)

\* For the fiscal year ended July 31, 2007, PIMCO Floating Rate Strategy Fund returned 0.23% on net asset value (NAV) and 2.73% on market price.

\* A strong emphasis on telecommunications contributed positively to returns, as these issues outperformed the leveraged loan market by approximately 100 basis points.

\* Security selection in the consumer cyclical sector was positive for performance, as captive finance auto loans outperformed the overall sector.

\* A relatively large weighting and security selection in the healthcare sector boosted performance, as hospital and facility operators helped drive overall sector performance higher.

\* A minimal weighting in the retail sector added to returns, as these loans underperformed the overall market by approximately 70 basis points.

\* A focus on the cable sector during the period detracted from returns, as these issues underperformed.

\* As paper and packaging companies underperformed during the period, a larger-than-market weighting in this sector adversely affected Fund performance.

\* A relatively small weighting in BB-rated issues detracted from returns, as higher-rated issues outperformed during the period; particularly in July as a flight-to-quality became evident.

\* The Fund used interest-rate swaps to adjust duration and target specific areas of yield-curve exposure during the period. Credit-default swaps were used either as a substitute for purchasing corporate bonds or as a means of hedging corporate bond exposure.

<b>Total Return<sup>(1)</sup></b>	<b>Market Price</b>	<b>Net Asset Value ( NAV )</b>
1 Year	2.73%	0.23%
Commencement of Operations (10/29/04) to 7/31/07	3.45%	3.98%

<b>Common Share Market Price/NAV Performance:</b>	<b>Market Price/NAV:</b>	
Commencement of Operations (10/29/04) to 7/31/07	Market Price	\$17.28
Market Price	NAV	\$16.76
NAV	Premium to NAV	3.10%
	Market Price Yield <sup>(2)</sup>	10.31%

(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 the 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 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 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 typically 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 attributable 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, 2007.

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

July 31, 2007

Principal Amount (000)		Value
<b>SENIOR LOANS (a)(c) 62.0%</b>		
<b>Advertising 0.5%</b>		
\$ 2,326	West Corp., 7.735%, 10/23/13 (e)	\$ 2,242,328
46	7.735%, 10/23/13 (b)	43,927
621	7.763%, 10/23/13 (b)	598,189
		2,884,444
<b>Aerospace 0.1%</b>	750	TransDigm Group, Inc., 7.36%, 6/23/13, Term B
		743,906
<b>Airlines 0.5%</b>	3,000	Northwest Airlines Corp., 7.34%, 8/22/08 (b)
		2,988,750
<b>Apparel &amp; Textiles 0.5%</b>	1,000	Aearo Technologies, Inc., 7.61%, 5/30/14, Term B (b)
		960,000
	870	Simmons Co., Term C (b), 7.375%, 12/19/11
	888	7.438%, 12/19/11
		843,790
		861,555
		2,665,345
<b>Automotive 1.8%</b>	5,985	Ford Motor Corp., 8.36%, 11/29/13, Term B
	1,500	General Motors Corp., 7.735%, 11/29/13
		Hertz Corp., Term B, 5.36%, 12/21/12
	223	
	761	7.08%, 12/21/12
	113	7.09%, 12/21/12
	1,064	7.11%, 12/21/12
		Lear Corp., 7.84%, 3/23/12
	694	
	300	7.86%, 3/23/12
		677,226
		292,749
		10,208,919
<b>Automotive Products 2.3%</b>		
	1,350	Cooper Standard Automotive, Inc., 7.875%, 12/31/11, Term B
	3,374	7.875%, 12/31/11, Term C
	2,500	Delphi Corp., 8.125%, 12/31/07, Term C
		Goodyear Tire & Rubber Co., 6.85%, 4/20/14, Term B
	2,000	
	1,000	8.82%, 4/1/11
	3,000	Polypore, Inc., 7.58%, 5/15/14 (b)
		1,922,500
		996,094
		2,850,000
		12,823,995
<b>Banking 0.4%</b>		
	1,092	Aster Co., Ltd. (b), 7.824%, 9/19/13, Term B1
	1,132	8.324%, 9/19/14, Term C1
		1,076,057
		1,118,915
		2,194,972
<b>Building/Construction 1.5%</b>		
	4,000	Building Materials Corp., 11.125%, 9/14/14
		Masonite International Corp., 7.36%, 4/6/13, Term B
	1,901	
	525	7.36%, 4/6/13, Term B (b)
	2,334	Nortek, Inc., 7.61%, 8/27/11
		3,720,000
		1,773,282
		489,745
		2,249,258

4 PIMCO Floating Rate Income & PIMCO Floating Rate Strategy Funds Annual Report | 7.31.07

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

July 31, 2007 (continued)

Principal Amount (000)		Value
<b>Chemicals 1.3%</b>		
\$	3,903	INEOS Group Ltd., 7.580%, 10/7/12, Term A4 (b) \$ 3,803,160
	742	7.580%, 10/7/13, Term B1 727,196
	233	7.591%, 10/7/12, Term A4 (b) 226,592
	742	8.080%, 10/7/14, Term C1 730,537
	1,970	KRATON Polymers Group LLC, 7.375%, 5/11/13 (b) 1,932,348
		7,419,833
<b>Commercial Products 0.9%</b>		
	194	iPayment, Inc. (b), 7.32%, 12/27/12 186,893
	793	7.36%, 12/27/12 763,576
	924	Sigmakalon, 6.164%, 6/30/12, Term A (b) 1,262,258
	635	6.664%, 9/19/12, Term B 862,834
	365	6.664%, 9/19/12, Term B1 495,969
	940	7.414%, 9/19/13, Term C1 1,278,878
		4,850,408
<b>Computer Services 1.1%</b>		
\$	2,779	PanAmSat Corp., 7.36%, 6/30/11, Term A 2,704,485
	3,430	SunGard Data Systems, Inc., 7.356%, 2/11/13 3,301,984
		6,006,469
<b>Computer Software 2.9%</b>		
	1,957	Infor Global Solutions (b), 9.11%, 8/1/12 1,922,401
	1,021	9.11%, 8/1/12, Term DD 1,002,992
	1,652	Riverdeep Interactive, 12.06%, 12/21/07 (b) 1,669,350
	6,000	Thomson Learning, Inc., 8.07%, 6/27/14, Term B 5,652,000
	2,000	Trilogy International, Inc., 8.86%, 6/22/12 (b) 1,940,000
		Worldspan L.P., Term B,
	2,000	8.606%, 12/7/13 1,980,000
	1,980	8.61%, 12/7/13 1,960,200
		16,126,943
<b>Consumer Products 1.5%</b>		
	1,980	Education Management Corp., 7.125%, 2/13/14, Term B 1,883,750
	2,954	Jarden Corp., 7.11%, 1/24/12, Term B1 2,896,856
		National Mentor, Inc. (b),
	56	5.32%, 6/30/13 55,703
	319	7.32%, 6/30/13, Term B 317,566
	615	7.36%, 6/30/13, Term B 612,029
	1,000	7.533%, 6/30/12 994,688
	2,000	Pinnacle Foods, 8.11%, 3/30/14, Term B (b) 1,943,334
		8,703,926
<b>Containers &amp; Packaging 3.2%</b>		
	5,485	Graham Packaging Holdings Co., 7.625%, 10/18/11, Term B (b) 5,234,799
		Graphic Packaging International Corp. (b),
	1,734	7.32%, 5/3/14 1,696,877
	1,251	7.36%, 5/3/14 1,193,839
	3,107	Horizon Lines LLC, 7.57%, 7/7/11 (b) 3,091,866



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

July 31, 2007 (continued)

Principal Amount (000)		Value
<b>Containers &amp; Packaging (continued)</b>		
\$	970	Intertape Polymer Group, Inc., Term B (b), 8.07%, 7/28/11
	368	8.08%, 7/28/11
	4	10.00%, 7/28/11
	742	Smurfit-Stone Container, 5.215%, 11/1/10
	406	7.375%, 11/1/10, Term C
	2,934	7.375%, 11/1/11, Term B
	1,217	7.375%, 11/1/11, Term C
	494	7.375%, 11/1/11, Term C1
		18,191,854
<b>Diversified Manufacturing 1.2%</b>		
	3,574	Grant Forest Products, 11.375%, 9/16/13 (b)
	479	Invensys PLC (b), 7.356%, 7/17/13
	521	7.36%, 7/17/13
	1,250	KION Group GmbH (b), 7.58%, 12/20/14, Term B
	1,250	7.83%, 12/20/15, Term C
		6,902,417
<b>Drugs &amp; Medical Products 1.5%</b>		
	2,000	Nycomed Holdings (b), 6.664%, 12/29/16, Term B
	2,000	7.164%, 12/20/15, Term C
		Warner Chilcott PLC, 7.36%, 1/18/12, Term B
\$	2,303	7.36%, 1/18/12, Term C
	634	
		8,236,183
<b>Energy 1.1%</b>		
	40	Alon USA Energy, Inc. (b), 7.57%, 6/8/13
	162	7.57%, 6/8/13, Term DD
	1,720	7.608%, 6/8/13
	58	7.608%, 6/8/13, Term DD
	3,040	Headwaters, Inc., 7.36%, 4/30/11, Term B (b)
	290	Targa Resources, Inc., 5.225%, 10/31/11
	823	7.32%, 10/31/12, Term B
	366	7.36%, 10/31/12, Term B
		6,422,482
<b>Entertainment 3.1%</b>		
	10,715	MGM Studios, 8.61%, 4/8/12, Term B
	811	Revolution Studios LLC, 7.82%, 12/25/12, Term A
	189	7.82%, 12/25/12, Term A (b)
	1,935	9.07%, 12/25/14, Term B (b)
	4,337	Warner Music Group, Inc., 7.36%, 2/28/11, Term B
		17,223,348
<b>Financial Services 2.7%</b>		

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1,500	Bearingpoint, Inc., 9.29%, 5/18/12 (b)	1,477,500
5,500	Chrysler Financial Corp., 5.00%, 8/3/14 (b)	5,225,000

6 PIMCO Floating Rate Income & PIMCO Floating Rate Strategy Funds Annual Report | 7.31.07



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

July 31, 2007 (continued)

Principal Amount (000)		Value
<b>Financial Services (continued)</b>		
\$	5,955	Nielson Finance, 7.607%, 8/9/13, Term B
	2,800	SLM Corp., 6/30/08 (b)(e)(f)(h)
		\$ 5,809,615
		2,787,308
		15,299,423
<b>Food Services 1.8%</b>		
	1,207	Arby's Restaurant Group, Inc., Term B, 7.608%, 7/25/12
	2,243	7.61%, 7/25/12
	150	7.61%, 7/25/12 (b)
	1,478	Bolthouse Farms, Inc., 7.625%, 11/17/12, Term B (b)
	3,536	Michael Foods, Inc., 7.361%, 11/21/10, Term B (b)
		Sturm Foods, Inc., Term B (b), 7.875%, 1/30/14
	4	
	1,492	7.938%, 1/30/14
		1,175,711
		2,185,398
		145,861
		1,455,645
		3,470,738
		3,619
		1,440,262
		9,877,234
<b>Healthcare &amp; Hospitals 6.7%</b>		
	2,000	Biomet, Inc. (e), 6.00%, 3/8/08 (b)
	4,500	7.00%, 3/15/15, Term B
		Capio AB (b), 6.356%, 3/8/15, Term B1
	650	
	650	6.481%, 3/8/16, Term C1
		Community Health Systems, Inc. (e), 4.00%, 7/2/14
\$	124	
	1,876	5.00%, 7/2/14, Term B
	3,000	7.00%, 4/10/08 (b)
		Davita, Inc., Term B1, 6.86%, 10/5/12
	1,143	
	357	6.88%, 10/5/12
	10,945	HCA, Inc., 7.61%, 11/16/13, Term B
		HealthSouth Corp., 7.85%, 2/2/13
	3,353	
	86	7.86%, 2/2/13
	1,000	ISTA, 8.00%, 6/15/16 (b)(e)
\$	919	MultiPlan, Inc., 7.82%, 4/12/13, Term B
		Psychiatric Solutions, Inc., Term B (b), 7.11%, 7/7/12
	1,143	
	855	7.125%, 7/7/12
	4,322	Renal Advantage, Inc., 7.86%, 10/6/12, Term B (b)
		United Surgical (b), 7.367%, 4/18/14, Term DD
	48	
	837	7.381%, 4/18/14, Term B
		2,042,486
		4,263,750
		880,486
		876,406
		118,407
		1,798,082
		2,992,500
		1,084,937
		338,620
		10,585,643
		3,271,949
		83,696
		1,344,896
		887,876
		1,141,429
		853,931
		4,235,455
		46,867
		790,599
		37,638,015
<b>Hotels/Gaming 1.2%</b>		
	308	CCM Merger, Inc., 7.36%, 7/21/12, Term D (b)
	3,000	Harrah's Entertainment, Inc., 7.50%, 3/9/08 (b)(e)
	3,618	MotorCity Casino, 7.36%, 7/21/12, Term B (b)
		297,273
		3,000,000
		3,491,478
		6,788,751
<b>Household Products 0.7%</b>		
		Springer S.A. (b),

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1,000	7.696%, 9/16/11, Term B2	986,719
2,800	8.071%, 9/16/12, Term C2	2,775,500
		3,762,219

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

July 31, 2007 (continued)

Principal Amount (000)		Value
<b>Leasing 0.4%</b>		
\$	1,194	Rental Service Corp., 8.86%, 11/21/13 \$ 1,187,793
	333	United Rentals, Inc. (b), 5.32%, 2/14/11, Term LC 327,024
	729	7.32%, 2/14/11, Term B 716,623
		2,231,440
<b>Manufacturing 1.3%</b>		
	38	Bombardier, Inc., Term B (b), 7.82%, 6/26/13 37,192
	2,696	7.86%, 6/26/13 2,640,593
	3,000	Dresser-Rand Group, Inc., 7.86%, 5/4/14, Term T1 (b) 2,903,250
		Lucite International Ltd. (b), 7.61%, 5/26/13, Term B 1,196,343
	1,246	7.61%, 5/26/13, Term DD 423,573
	441	
		7,200,951
<b>Multi-Media 6.0%</b>		
	2,000	American Media Operations, Inc., 8.59%, 1/30/13 (b) 1,880,000
	990	Atlantic Broadband, Inc., 7.61%, 8/9/12, Term B (b) 972,082
	1,000	Cequel Communications LLC, 5.00%, 10/15/13, Term B (b) 950,000
		Charter Communications, 7.85%, 9/5/14 898,543
	943	7.86%, 9/5/14 1,960,457
	2,057	CSC Holdings, Inc., 7.07%, 2/24/13, Term B 4,786,289
	4,970	NTL Investment, 7.36%, 1/6/13, Term B 5,930,628
	6,000	Primedia, 7.57%, 9/30/13, Term B 2,938,839
	2,955	Seven Media Group, Term T1 (b), 8.835%, 2/7/13 357,245
AUD	419	8.878%, 2/7/13 2,572,161
AUD	3,017	Univision Communications, Inc., 7.61%, 9/15/14, Term B 5,658,111
		7.82%, 3/15/09 977,000
\$	6,107	Young Broadcasting, Inc., Term B, 7.875%, 5/2/12 905,509
	1,000	7.875%, 11/3/12 2,844,062
	948	
	2,976	
		33,630,926
<b>Oil &amp; Gas 1.6%</b>		
	675	Big West Oil LLC, 7.61%, 5/2/14, Term B (b) 652,219
	6,000	El Paso Corp., 5.273%, 6/15/09 5,700,000
	1,916	Newpark Resources, Inc., 8.36%, 8/17/11 (b) 1,887,142
	917	Oxbow Carbon & Minerals LLC, 7.36%, 5/4/14, Term C (b) 875,892
		9,115,253
<b>Paper/Paper Products 0.7%</b>		
	3,201	Georgia-Pacific Corp., 7.11%, 12/20/12, Term B 3,032,611
	1,000	Verso Paper Holdings LLC, 11.606%, 2/1/13 (b) 997,500
		4,030,111
<b>Printing/Publishing 1.3%</b>		
	918	Seat Pagine Gialle SpA (b), 4.023%, 5/25/12, Term A 1,240,447

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	626	4.023%, 6/8/13, Term B	849,794
		Tribune Co.,	
\$	1,867	7.86%, 5/30/09, Term X (b)	1,833,334
	4,000	8.36%, 5/30/14, Term B	3,645,716
			7,569,291

8 PIMCO Floating Rate Income & PIMCO Floating Rate Strategy Funds Annual Report | 7.31.07

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

July 31, 2007 (continued)

Principal Amount (000)		Value
<b>Recreation 2.3%</b>		
\$	2,573	Amadeus Global Travel (b), 7.636%, 4/8/13, Term B \$ 2,468,933
	177	7.636%, 4/8/13, Term B2 170,303
	2,573	7.886%, 4/8/14, Term C 2,454,184
	177	7.886%, 4/8/14, Term C2 171,264
	3,960	Cedar Fair L.P., 7.32%, 6/13/12 3,830,199
	2,500	Six Flags Theme Parks, Inc., 7.86%, 4/30/15, Term B (b)(e) 2,354,168
		TDS Investor Corp., 7.86%, 8/1/13 291,226
	297	Travelport, 7.82%, 8/22/13 1,009,102
	1,031	
		12,749,379
<b>Retail 0.7%</b>		
	20	Neiman Marcus Group, Inc., 7.09%, 4/6/13 19,196
	1,280	7.36%, 4/6/13 1,228,554
	3,000	Rite Aid Corp., 9.00%, 11/8/13 (b)(e) 2,985,000
		4,232,750
<b>Telecommunications 5.3%</b>		
	1,200	BCM Luxembourg (b), 6.403%, 8/15/14, Term B 1,576,916
	1,200	6.778%, 8/15/15, Term C 1,576,916
\$	335	Centennial Cellular Communications Corp., Term B (b), 7.36%, 1/20/11 326,563
	4,332	7.36%, 2/9/11 4,220,520
		Consolidated Communications, Inc., Term B, 7.07%, 9/18/11 1,037,673
	1,053	7.11%, 10/14/11 3,339,421
	3,390	Dobson Communications Corp., 7.36%, 3/14/14 2,480,462
	2,500	Hawaiian Telcom Communications, Inc., 7.61%, 6/1/14, Term C 4,291,875
	4,500	Intelsat Ltd., 7.859%, 2/15/14 2,442,635
	2,500	Nordic Telephone Co. Holdings ApS, 5.953%, 11/30/14, Term B 2,380,585
	1,782	6.203%, 11/30/14, Term C 2,955,006
\$	2,200	Telesat Canada, Inc., 2.500%, 2/14/08 (b)(e)(h) 3,002,816
	3,000	
		29,631,388
<b>Transportation 0.5%</b>		
	2,719	Fleetpride Corp., 7.84%, 6/6/13, Term B (b) 2,687,316
<b>Utilities 0.6%</b>		
		AES Corp., Term B, 7.19%, 4/30/08 771,473
	786	7.25%, 8/10/11 771,473
	786	Sandridge Energy, Inc., 8.985%, 4/1/14 (b) 1,568,000
	1,600	
		3,110,946
<b>Waste Disposal 1.1%</b>		
		Allied Waste North America, Inc., 5.32%, 3/28/14 1,613,913
	1,680	7.06%, 3/28/14, Term B 1,464,077
	1,520	

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1,318	7.11%, 3/28/14, Term B	1,268,867
107	7.13%, 3/28/14, Term B	103,062
101	7.14%, 3/28/14, Term B	97,605
1,000	AVR Bedrijven NV, 6.164%, 3/1/14 (b)	1,350,029
		5,897,553

7.31.07 | PIMCO Floating Rate Income & PIMCO Floating Rate Strategy Funds Annual Report 9

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

July 31, 2007 (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)*	Value
<b>Wholesale 0.7%</b>			
\$ 3,940	Roundys, Inc., 8.11%, 10/27/11, Term B		\$ 3,846,620
<b>Wire &amp; Cable Products 1.0%</b>			
2,062	UPC Broadband Holding BV, 6.302%, 12/31/14, Term M1		2,731,498
1,080	6.302%, 12/31/14, Term M2		1,430,707
1,000	7.042%, 12/31/14 (b)		1,324,363
			5,486,568
Total Senior Loans (cost-\$356,157,190)			347,612,613
<b>CORPORATE BONDS &amp; NOTES 25.0%</b>			
<b>Airlines 0.2%</b>			
\$ 992	JetBlue Airways Corp., pass thru certificates, 8.46%, 5/15/10, Ser. 04-2, FRN	Ba3/BB-	980,980
<b>Apparel &amp; Textiles 0.6%</b>			
3,500	Hanesbrands, Inc., 8.784%, 12/15/14, FRN	B2/B-	3,447,500
<b>Automotive Products 0.7%</b>			
4,000	Goodyear Tire & Rubber Co., 9.135%, 12/1/09, FRN (a)(d)	B2/B-	4,000,000
<b>Banking 0.9%</b>			
£ 2,464	Royal Bank of Scotland PLC, 9.370%, 4/6/11, VRN (b)(h)	NR/NR	5,046,700
<b>Building/Construction 0.7%</b>			
3,000	Grohe Holding GmbH, 6.843%, 1/15/14, FRN (b)	B2/B	3,959,565
<b>Containers &amp; Packaging 0.2%</b>			
\$ 1,000	Berry Plastics Holding Corp., 9.235%, 9/15/14, FRN	B3/B	965,000
<b>Electronics 0.8%</b>			
3,000	Sanmina-SCI Corp., 8.11%, 6/15/10, FRN (a)(d)	Ba3/B+	2,970,000
1,400	Spansion LLC, 8.485%, 6/1/13, FRN (a)(d)	B1/B+	1,309,000
			4,279,000
<b>Financial Services 5.1%</b>			
2,500	Chukchansi Economic Dev. Auth., 8.859%, 11/15/12, FRN (a)(d)	B2/BB-	2,525,000
8,150	Ford Motor Credit Co., 8.11%, 1/13/12, FRN	B1/B	7,789,110
7,000	General Motors Acceptance Corp., 7.56%, 12/1/14, FRN	Ba1/BB+	6,523,055
3,000	Hellas Telecommunications Luxembourg V, 7.468%, 10/15/12, FRN	B1/B	4,080,885
\$ 2,000	Hexion U.S. Finance Corp., 9.86%, 11/15/14, FRN	B3/B	2,070,000
	Universal City Florida Holding Co., 8.375%, 5/1/10	B3/B-	2,040,000
2,000	10.106%, 5/1/10, FRN	B3/B-	3,535,000
3,500			28,563,050
<b>Food Services 0.7%</b>			
4,500	Aramark Corp., 8.856%, 2/1/15, FRN (a)(d)	B3/B-	4,207,500
<b>Healthcare &amp; Hospitals 0.5%</b>			
1,500	Rotech Healthcare, Inc., 9.50%, 4/1/12	Caa3/CCC	1,177,500
1,500		B3/B+	1,406,250

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Universal Hospital Services, Inc., 8.759%, 6/1/15,  
FRN (a)(d)

2,583,750

10 PIMCO Floating Rate Income & PIMCO Floating Rate Strategy Funds Annual Report | 7.31.07



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

July 31, 2007 (continued)

Principal Amount (000)		Credit Rating (Moody s/S&P)*	Value
<b>Hotels/Gaming 0.8%</b>			
\$ 2,000	Circus Circus Enterprises, 7.625%, 7/15/13	B1/B+	\$ 1,805,000
3,000	Seminole Hard Rock Entertainment, Inc., 7.86%, 3/15/14, FRN (a)(d)	B1/BB	2,955,000
			4,760,000
<b>Insurance 0.3%</b>			
1,800	Residential Reins Ltd., 13.11%, 6/7/10, FRN (a)(b)(d)(h)	NR/BB	1,799,600
<b>Manufacturing 0.8%</b>			
3,250	Bombardier, Inc., 7.186%, 11/15/13, FRN (a)(d)	Ba2/BB	4,471,008
<b>Metals &amp; Mining 0.6%</b>			
\$ 3,150	Freeport-McMoRan Copper & Gold, Inc., 8.564%, 4/1/15, FRN	Ba3/BB	3,252,375
<b>Multi-Media 2.6%</b>			
2,000	Cablevision Systems Corp., Ser. B, 8.00%, 4/15/12	B3/B+	1,875,000
5,000	9.82%, 4/1/09, FRN	B3/B+	5,050,000
1,000	CCO Holdings LLC, 8.75%, 11/15/13	Caa1/CCC	995,000
4,000	Charter Communications Holdings II LLC, 10.25%, 9/15/10	Caa2/CCC	4,090,000
1,800	DirectTV Holdings LLC, 8.375%, 3/15/13	Ba3/BB-	1,831,500
1,000	Paxson Communications Corp., 11.61%, 1/15/13, FRN (a)(d)	Caa2/CCC-	1,012,500
			14,854,000
<b>Paper/Paper Products 1.7%</b>			
1,000	Abitibi-Consolidated, Inc., 8.86%, 6/15/11, FRN	B3/B+	895,000
3,000	Boise Cascade LLC, 8.235%, 10/15/12, FRN	B1/B+	2,955,000
1,000	Bowater, Inc., 8.36%, 3/15/10, FRN	B3/B+	950,000
4,500	Verso Paper Holdings LLC, 9.106%, 8/1/14, FRN (a)	B2/B+	4,432,500
			9,232,500
<b>Semi-Conductors 1.0%</b>			
6,000	Freescale Semiconductor, Inc., 9.235%, 12/15/14, FRN (a)(d)	B1/B	5,535,000
<b>Telecommunications 6.6%</b>			
4,000	Cincinnati Bell, Inc., 8.375%, 1/15/14	B2/B-	3,820,000
2,500	Hawaiian Telcom Communications, Inc., 10.86%, 5/1/13, Ser. B, FRN	Caa1/CCC	2,462,500
4,500	Intelsat Bermuda Ltd., FRN, 8.886%, 1/15/15	Caa1/B	4,545,000
3,000	11.409%, 6/15/13	NR/B	3,135,000
2,950	Nordic Telephone Co. Holdings ApS, 9.513%, 5/1/16, FRN (a)(d)	B2/B	4,043,156
\$ 4,700	Nortel Networks Ltd., 9.61%, 7/15/11, FRN (a)(d)	B3/B-	4,782,250
1,500	Qwest Capital Funding, Inc., 7.90%, 8/15/10	B1/B+	1,488,750
8,000	Qwest Communications International, Inc., 8.86%, 2/15/09, FRN	Ba3/B+	8,060,000
2,000	Rural Cellular Corp., 8.25%, 3/15/12	Ba3/B	2,060,000
3,000		B2/B	2,685,000

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		TelCordia Technologies, Inc., 9.11%, 7/15/12, FRN (a)(d)		37,081,656
<b>Wire &amp; Cable Products</b>	<b>0.2%</b>			
	1,000	Superior Essex Communications LLC, 9.00%, 4/15/12	B3/B+	995,000
Total Corporate Bonds & Notes (cost-\$141,496,132)				140,014,184
<b>MORTGAGE-BACKED SECURITIES</b>	<b>0.3%</b>			
	1,691	Mellon Residential Funding Corp., 5.67%, 11/15/31, CMO, FRN (cost-\$1,691,052)	Aaa/AAA	1,692,749

7.31.07 | PIMCO Floating Rate Income & PIMCO Floating Rate Strategy Funds Annual Report 11

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

July 31, 2007 (continued)

Principal Amount (000)		Credit Rating (Moody s/S&P)*	Value
<b>ASSET-BACKED SECURITIES 0.2%</b>			
		Credit Suisse First Boston Mortgage Securities Corp., FRN,	
\$	12	6.02%, 7/25/32	\$ 11,722
	442	6.06%, 8/25/32	442,208
	588	GSAMP Trust, 5.61%, 3/25/34, FRN	588,624
	69	Jade CBO Ltd., 7.67%, 10/24/11 (a)(d)(h)	53,385
Total Asset-Backed Securities (cost-\$1,096,937)			1,095,939
<b>PREFERRED STOCK (a)(b)(d) 0.5%</b>			
Shares			
<b>Financial Services 0.5%</b>			
	30	Richmond Cnty. Capital Corp., 8.61% (cost-\$3,068,307)	3,010,312
<b>SHORT-TERM INVESTMENTS 12.0%</b>			
<b>Commercial Paper 5.6%</b>			
Principal Amount (000)			
<b>Banking 1.7%</b>			
\$	800	Societe Generale North America, Inc., 5.225%, 8/7/07	799,303
	8,900	Total Capital, 5.35%, 8/1/07 (a)	8,900,000
			9,699,303
<b>Financial Services 3.9%</b>			
	21,800	UBS Finance Delaware LLC, 5.225%, 11/14/07 (h)	21,465,152
Total Commercial Paper (cost-\$31,167,080)			31,164,455
<b>Corporate Notes 3.0%</b>			
<b>Airlines 0.1%</b>			
	347	JetBlue Airways Corp., 9.61%, 3/15/08, Ser. 04-1, FRN	349,795
<b>Financial Services 2.3%</b>			
	13,000	Ford Motor Credit Co., 8.355%, 11/2/07, FRN	13,046,527
<b>Insurance 0.3%</b>			
	1,500	Parametric Re Ltd., 9.661%, 5/19/08, FRN (a)(d)	1,507,380
<b>Paper/Paper Products 0.3%</b>			
	2,000	Abitibi-Consolidated, Inc., 5.25%, 6/20/08	1,935,000
Total Corporate Notes (cost-\$16,818,066)			16,838,702
<b>U.S. Treasury Bills (i) 2.8%</b>			
	16,000	4.43%-4.80%, 8/30/07-9/13/07 (cost-\$15,921,331)	15,921,331



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

July 31, 2007 (continued)

Principal Amount (000)			Value
<b>Repurchase Agreement 0.6%</b>			
\$	3,495	State Street Bank & Trust Co., dated 7/31/07, 4.90%, due 8/1/07, proceeds \$3,495,476; collateralized by Freddie Mac, 5.26%, due 1/25/08, valued at \$3,565,502 including accrued interest (cost-\$3,495,000)	\$ 3,495,000
Total Short-Term Investments (cost-\$67,401,477)			67,419,488
 <b>OPTIONS PURCHASED (j) 0.0%</b>			
<u>Contracts</u>			
<b>Put Options 0.0%</b>			
	324	Financial Future Euro 90 day (CME), strike price \$90.50, expires 9/17/07	1
	600	strike price \$91.75, expires 3/17/08	1
	216	strike price \$92.25, expires 6/16/08	1
Total Options Purchased (cost-\$10,830)			3
<b>Total Investments (cost-\$570,921,925) 100.0%</b>			<b>\$ 560,845,288</b>

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

July 31, 2007

Principal Amount (000)		Value
<b>SENIOR LOANS (a)(c) 63.7%</b>		
<b>Advertising 0.9%</b>		
	PagesJaunes Groupe S.A. (b), 6.39%, 1/11/15, Term B	\$ 2,981,741
	2,250	
	2,250	2,964,417
	West Corp., 7.735%, 10/23/13	1,363,492
\$	1,415	
	91	87,854
	2,000	1,927,778
	2,479	2,389,764
	7.763%, 10/23/13 (b)	11,715,046
<b>Aerospace 0.1%</b>		
	1,250	1,239,844
<b>Airlines 0.5%</b>		
	7,000	6,973,750
<b>Apparel &amp; Textiles 0.3%</b>		
	1,000	960,000
	Aearo Technologies, Inc., 7.61%, 5/30/14, Term B (b), Hanesbrands, Inc., Term B, 7.07%, 10/15/13	66,839
	69	
	71	69,264
	786	761,898
	7.11%, 10/15/13 Simmons Co., Term C (b), 7.375%, 12/19/11	1,239,672
	1,278	
	1,305	1,265,770
	7.438%, 12/19/11	4,363,443
<b>Automotive 1.8%</b>		
	2,000	1,946,666
	11,940	11,284,124
	2,494	2,404,117
	General Motors Corp., 7.735%, 11/29/13 Hertz Corp., 5.36%, 12/21/12	539,815
	555	
	1,763	1,713,049
	263	255,133
	2,466	2,481,035
	7.09%, 12/21/12, Term B 7.11%, 12/21/12, Term B Lear Corp., 7.84%, 3/23/12	2,031,678
	2,082	
	900	878,247
	7.86%, 3/23/12	23,533,864
<b>Automotive Products 3.2%</b>		
	8,302	8,203,847
	2,350	
	Affinia Group, 8.358%, 11/30/11, Term B (b) Cooper Standard Automotive, Inc.,	