

PIMCO HIGH INCOME FUND
Form N-CSRS/A
December 06, 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 811-21311

PIMCO High Income 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 March 31, 2008
end:

Date of reporting period: September 30, 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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PIMCO High Income Fund Letter to Shareholders

November 1, 2007

Dear Shareholder:

We are pleased to provide you with the semi-annual report for PIMCO High Income Fund (the Fund) for the six-months ended September 30, 2007.

During the six-month period, instability in subprime mortgages contributed to significant risk aversion among bond investors. As a result, higher-income U.S. bonds underperformed the broad bond market. The Merrill Lynch High Yield Master II Index returned 0.66% for the period, compared with the Lehman Brothers Aggregate Bond Index's return of 2.31%.

For performance and specific information on the Fund please refer to 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) 331-1710. In addition, a wide range of information and resources is available on our Web site, www.allianzinvestors.com/closedendfunds.

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

We remain dedicated to serving your financial needs.

Sincerely,

Hans W. Kertess
Chairman

Brian S. Shlissel
President & Chief Executive Officer

PIMCO High Income Fund Fund Insights/Performance & Statistics

September 30, 2007 (unaudited)

For the fiscal six-month period ended September 30, 2007, the Fund returned (0.95)% on net asset value (NAV) and (4.01)% on market price.

Security selection in the consumer cyclical sector hindered Fund performance, where auto loans underperformed auto manufacturers and the broader consumer cyclical sector.

Minimal exposure to the lodging sector was negative for Fund performance, as the sector saw a strong rebound for most of 2007, following lows last year.

Exposure to high yield bank loans, which came under considerable pressure in the latter half of the period and underperformed bonds, detracted from performance.

The Fund used interest rates 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.

A relatively strong emphasis on the healthcare sector, which outperformed the overall high yield market, was a significant contributor to Fund performance during the reporting period.

As the fallout in the subprime mortgage sector and falling home prices weighed heavily on home construction and real estate bonds, avoiding both industry categories benefited Fund performance.

A larger-than-market weighting in utility bonds added to returns, as the sector outperformed the high yield market, on the whole, in excess of 100 basis points.

Tactically adding exposure to local currency and dollar-denominated emerging market sovereigns, which outperformed the high yield market, added to the Fund's returns.

Total Return⁽¹⁾:	Market Price	Net Asset Value (NAV)
6 months	(4.01)%	(0.95)%
1 year	3.09%	8.69%
3 year	11.98%	9.15%
Commencement of Operations (4/30/03) to 9/30/07	10.89%	11.38%

Common Share Market Price/NAV Performance:

Commencement of Operations (4/30/03) to 9/30/07

NAV
Market Price

Market Price/NAV:

Market Price \$14.57
NAV \$14.31
Premium to NAV 1.82%
Market Price Yield⁽²⁾ 10.04%

Moody's Rating
(as a % of total investments)

(1) **Past performance is no guarantee of future results.** Total return is determined by subtracting the initial investment from the value at the end of the period and dividing the remainder by the initial investment and expressing the result as a percentage. The calculation assumes that all income dividends and capital gain distributions have been reinvested. Total return does not reflect broker commissions or sales charges. Total return for a period of less than one year is not annualized. 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. Investment 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.

(2) Market Price Yield is determined by dividing the annualized fiscal year to date (six-months ended September 30, 2007) dividends to common shareholders by the market price per common share at September 30, 2007.

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PIMCO High Income Fund Schedule of Investments

September 30, 2007 (unaudited)

	Principal Amount (000)		Credit Rating (Moody's/S&P)	Value
CORPORATE BONDS & NOTES 89.1%				
Airlines 1.1%				
\$	8,760	American Airlines, Inc., pass thru certificates, 8.608%, 10/1/12	Baa3/BB+	\$ 8,881,703
	13,004	Continental Airlines, Inc., pass thru certificates, 6.92%, 4/2/13, 97-5A 9 (a) (b) (f)	NR/NR	13,140,835
	4,105	7.373%, 6/15/17, Ser. 01-1	Ba1/BB+	3,971,365
	1,880	8.307%, 10/2/19, Ser. 00-2	Ba2/BB-	1,878,815
	195	United Air Lines, Inc., pass thru certificates, 6.602%, 3/1/15, Ser. 01-1	Ba2/BBB	195,109
				28,067,827
Automotive 4.8%				
	19,525	ArvinMeritor, Inc., 8.75%, 3/1/12	B2/B+	20,013,125
	23,250	Ford Motor Co., 7.45%, 7/16/31	Caa1/CCC+	18,367,500
	3,000	9.215%, 9/15/21	Caa1/CCC+	2,610,000
	4,000	General Motors Corp., 8.10%, 6/15/24	Caa1/B-	3,480,000
	11,200	8.25%, 7/15/23	Caa1/B-	9,856,000
	3,000	8.80%, 3/1/21	Caa1/B-	2,767,500
	20,000	9.40%, 7/15/21	Caa1/B-	19,100,000
	8,596	Goodyear Tire & Rubber Co., 9.00%, 7/1/15	Ba3/B	9,219,210
	7,000	11.00%, 3/1/11	Ba3/B+	7,533,750
	14,000	Tenneco Automotive, Inc., 8.625%, 11/15/14	B3/B	14,175,000
	14,025	10.25%, 7/15/13, Ser. B	B1/BB-	15,111,937
				122,234,022
Building/Construction 0.7%				
	11,000	Ahern Rentals, Inc., 9.25%, 8/15/13	B3/B+	10,642,500
	2,775	Edcon Ltd., 7.98%, 6/15/14 (d)	NR/NR	3,680,078
	2,000	Grohe Holding GmbH, 8.625%, 10/1/14	B3/CCC+	2,645,198
				16,967,776
Chemicals 2.3%				
\$	3,808	ARCO Chemical Co., 9.80%, 2/1/20	B1/B+	3,788,960
	2,000	10.25%, 11/1/10	B1/B+	2,150,000
	21,925	Ineos Group Holdings PLC, 8.50%, 2/15/16 (d)	B3/B-	21,102,813
	4,150	Lyondell Chemical Co., 8.00%, 9/15/14	B1/B+	4,585,750
	3,825	8.25%, 9/15/16	B1/B+	4,331,812
	15,300	Nalco Co., 8.875%, 11/15/13	B3/B-	16,141,500
	6,500	Rockwood Specialties Group, Inc., 7.50%, 11/15/14	B3/B-	6,516,250
				58,617,085
Commercial Products 1.1%				
	22,200	Hertz Corp., 8.875%, 1/1/14	B1/B	22,977,000
	5,000	Reynolds American, Inc., 7.75%, 6/1/18	Ba1/BBB	5,349,535
				28,326,535
Computer Services 1.5%				
		SunGard Data Systems, Inc.,		

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20,556	9.125%, 8/15/13	Caa1/B-	21,481,020
17,000	10.25%, 8/15/15	Caa1/B-	17,850,000
			39,331,020

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PIMCO High Income Fund Schedule of Investments

September 30, 2007 (unaudited) (continued)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
Consumer Products 0.7%			
\$ 500	Buhrmann U.S., Inc., 7.875%, 3/1/15	B2/B	\$ 470,000
6,875	8.25%, 7/1/14	B2/B	6,531,250
12,400	NPC International, Inc., 9.50%, 5/1/14	Caa1/B-	11,346,000
			18,347,250
Containers & Packaging 2.0%			
7,500	Berry Plastics Holding Corp., 8.875%, 9/15/14	B3/B	7,706,250
14,200	Jefferson Smurfit Corp., 7.50%, 6/1/13	B3/CCC+	13,809,500
13,263	8.25%, 10/1/12	B3/CCC+	13,362,473
6,475	Smurfit-Stone Container, 8.00%, 3/15/17	B3/CCC+	6,394,062
9,000	8.375%, 7/1/12	B3/CCC+	9,045,000
			50,317,285
Diversified Manufacturing 0.5%			
13,000	Sally Holdings LLC, 9.25%, 11/15/14	CCC+/CCC+	13,195,000
Electronics 1.7%			
14,750	Sanmina-SCI Corp., 8.125%, 3/1/16	B2/B-	12,832,500
4,000	8.444%, 6/15/10, FRN (d)	Ba3/B+	3,980,000
19,625	Sensata Technologies BV, 8.00%, 5/1/14	B3/B-	19,232,500
6,400	Solectron Global Finance Ltd., 8.00%, 3/15/16	Ba2/B	6,960,000
			43,005,000
Energy 0.3%			
7,000	Reliant Energy, Inc., 7.875%, 6/15/17	B3/B-	7,078,750
Financial Services 13.1%			
29,928	AES Ironwood LLC, 8.857%, 11/30/25	B1/B+	32,771,392
7,803	AES Red Oak LLC, 8.54%, 11/30/19, Ser. A	B1/B+	8,349,726
700	Ajax Re Ltd., 11.944%, 5/8/09, FRN (b) (d)	NR/BB	702,800
5,000	Buffalo Thunder Development Authority, 9.375%, 12/15/14 (d)	B2/B	4,725,000
7,700	Chukchansi Economic Development Authority, 8.00%, 11/15/13 (d)	B2/BB-	7,815,500
9,977	Consolidated Communications Holdings, 9.75%, 4/1/12	B3/B	10,126,655
8,100	Ford Motor Credit Co., 7.80%, 6/1/12	B1/B	7,712,860
99,950	8.00%, 12/15/16	B1/B	93,651,251
10,000	8.11%, 1/13/12, FRN	B1/B	9,457,520
18,400	General Motors Acceptance Corp., 8.00%, 11/1/31	Ba1/BB+	18,099,381
15,800	Hexion U.S. Finance Corp., 9.75%, 11/15/14	B3/B	17,459,000
129	JET Equipment Trust (d) (e) (f), 7.63%, 8/15/12, Ser. 95-B	NR/NR	66,358
263	10.00%, 6/15/12, Ser. 94-A	NR/NR	252,295
18,445	KRATON Polymers LLC, 8.125%, 1/15/14	B3/CCC+	17,983,875
7,825	LVB Acquisition Merger Sub., Inc. (d), 10.00%, 10/15/17	NR/B-	7,864,125
10,375	10.375%, 10/15/17	NR/B-	10,076,719
14,050	11.625%, 10/15/17	NR/B-	13,698,750
£ 2,929	Royal Bank of Scotland PLC, 9.370%, 4/6/11, FRN (f)	NR/NR	5,809,813

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\$	9,480	Targeted Return Index Securities Trust, 7.140%, 5/1/16 (d) (g)	B1/B+	9,305,672
	19,203	Universal City Development Partners Ltd., 11.75%, 4/1/10	B1/B-	20,115,142
	8,030	Universal City Florida Holding Co., 8.375%, 5/1/10	B3/B-	8,130,375

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PIMCO High Income Fund Schedule of Investments

September 30, 2007 (unaudited) (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)	Value
Financial Services (continued)			
	UPC Holding BV, 7.75%, 1/15/14	B3/CCC+	\$ 1,680,981
1,200			
10,200	8.625%, 1/15/14	B3/CCC+	14,868,572
	Yankee Acquisition Corp., Ser. B, 8.50%, 2/15/15	B3/CCC+	9,750,000
\$ 10,000			
8,600	9.75%, 2/15/17	Caa1/CCC+	8,170,000
			338,643,762
Food 2.1%			
1	Dole Foods Co., Inc., 8.875%, 3/15/11	Caa1/B-	797
24,925	Ingles Markets, Inc., 8.875%, 12/1/11	B3/B	25,548,125
28,000	Pilgrim's Pride Corp., 8.375%, 5/1/17	B2/B	28,700,000
			54,248,922
Food Services 0.7%			
16,850	ARAMARK Corp., 8.50%, 2/1/15	B3/B-	17,271,250
Healthcare & Hospitals 7.6%			
30,125	Community Health Systems, Inc., 8.875%, 7/15/15 (d)	B3/B-	31,104,063
	HCA, Inc., 7.19%, 11/15/15	Caa1/B-	17,419,939
20,031			
15,224	7.50%, 12/15/23	Caa1/B-	12,498,097
4,130	7.58%, 9/15/25	Caa1/B-	3,386,274
5,550	7.69%, 6/15/25	Caa1/B-	4,586,148
3,550	8.36%, 4/15/24	Caa1/B-	3,104,386
22,052	9.00%, 12/15/14	Caa1/B-	21,559,314
13,000	9.25%, 11/15/16 (d)	B2/BB-	13,845,000
23,450	9.625%, 11/15/16 (d)	B2/BB-	25,091,500
4,950	ReAble Therapeutics Finance LLC, 11.75%, 11/15/14	Caa1/CCC+	4,727,250
19,990	Rotech Healthcare, Inc., 9.50%, 4/1/12	Caa3/CCC	13,893,050
	Tenet Healthcare Corp., 7.375%, 2/1/13	Caa1/CCC+	12,963,115
15,206			
9,300	9.25%, 2/1/15	Caa1/CCC+	8,253,750
25,925	9.875%, 7/1/14	Caa1/CCC+	23,851,000
			196,282,886
Hotels/Gaming 1.0%			
5,000	Herbst Gaming, Inc., 8.125%, 6/1/12	B3/B-	4,506,250
19,279	Mandalay Resort Group, 9.375%, 2/15/10	B1/B+	20,291,147
			24,797,397
Machinery 0.1%			
2,600	Chart Industries, Inc., 9.125%, 10/15/15	B3/B-	2,704,000
Manufacturing 0.1%			
1,705	Bombardier, Inc., 8.00%, 11/15/14 (d)	Ba2/BB	1,794,512
Metals & Mining 0.7%			
3,575	Freeport-McMoRan Copper & Gold, Inc., 8.25%, 4/1/15	Ba3/BB	3,869,938
11,725	8.375%, 4/1/17	Ba3/BB	12,838,875
881	Novelis, Inc., 7.25%, 2/15/15	B3/B	854,570
			17,563,383
Miscellaneous 2.9%			
74,570	Dow Jones CDX U.S. High Yield, 8.375%, 12/29/11, Ser. 7-T1 (d) (g) (i)	B3/NR	75,502,125

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PIMCO High Income Fund Schedule of Investments

September 30, 2007 (unaudited) (continued)

	Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
Multi-Media	5.5%			
\$	3,000	Cablemas S.A. de C.V., 9.375%, 11/15/15 (d)	B1/BB-	\$ 3,240,000
	5,600	Cablevision Systems Corp., 8.00%, 4/15/12, Ser. B	B3/B+	5,460,000
	681	CanWest MediaWorks, Inc., 8.00%, 9/15/12	CCC+/CCC+	670,785
	7,700	CanWest MediaWorks L.P., 9.25%, 8/1/15 (d)	NR/CCC+	7,815,500
	5,925	CCH I Holdings LLC, 9.92%, 4/1/14	Caa3/CCC	5,125,125
	42,850	CCO Holdings LLC, 8.75%, 11/15/13	Caa1/CCC	43,278,500
	10,000	Charter Communications Holdings I LLC, 11.00%, 10/1/15	Caa2/CCC	10,175,000
	11,325	Charter Communications Operating LLC, 8.375%, 4/30/14 (d)	B2/B+	11,438,250
	4,650	CSC Holdings, Inc., 6.75%, 4/15/12	B2/B+	4,498,875
	6,300	7.625%, 7/15/18	B2/B+	6,048,000
	4,485	7.875%, 2/15/18	B2/B+	4,372,875
	2,000	8.125%, 7/15/09, Ser. B	B2/B+	2,040,000
	6,045	Lighthouse International Co. S.A., 8.00%, 4/30/14 (d)	B2/B	8,951,515
\$	7,000	Nielsen Finance LLC, 10.00%, 8/1/14	CCC+/CCC+	7,437,500
	9,250	Rogers Cable, Inc., 8.75%, 5/1/32	Baa3/BBB-	10,935,017
	307	Sinclair Broadcast Group, Inc., 8.00%, 3/15/12	Ba3/B	315,442
	3,735	Telenet Communications NV, 9.00%, 12/15/13 (d)	B3/B-	5,789,784
\$	4,750	Unity Media GmbH, 10.375%, 2/15/15 (d)	Caa2/CCC+	4,868,750
				142,460,918
Oil & Gas	7.8%			
	3,147	Dynegy Holdings, Inc., 7.50%, 6/1/15 (d)	B2/B-	3,052,590
	18,000	8.375%, 5/1/16	B2/B-	18,180,000
	15,250	Dynergy-Roseton Danskammer, Inc., pass thru certificates, 7.67%, 11/8/16, Ser. B	Ba3/B	15,326,250
	29,150	El Paso Corp., 7.80%, 8/1/31	Ba3/BB-	29,741,279
	27,850	8.05%, 10/15/30	Ba3/BB-	28,763,591
	3,000	Enbridge Energy Partners L.P., 8.05%, 10/1/37, VRN	Baa3/BB+	3,054,861
	14,325	Ferrellgas L.P., 8.75%, 6/15/12	B2/B-	14,754,750
	20,000	8.87%, 8/1/09 (a) (b) (f)	NR/NR	21,110,881
	7,000	OPTI Canada, Inc., 8.25%, 12/15/14 (d)	B1/BB+	7,087,500
	17,125	SemGroup L.P., 8.75%, 11/15/15 (d)	B1/NR	16,825,312
	5,500	W&T Offshore, Inc., 8.25%, 6/15/14 (d)	B3/B-	5,321,250
	34,726	Williams Cos., Inc., 7.875%, 9/1/21	Ba2/BB	37,938,155
				201,156,419
Paper/Paper Products	3.9%			
	6,500	Abitibi-Consolidated, Inc., 8.375%, 4/1/15	B3/B	4,761,250
	13,025	8.55%, 8/1/10	B3/B	10,810,750
	8,750	Bowater Canada Finance, 7.95%, 11/15/11	B3/B	7,240,625
	2,200	Bowater, Inc., 9.375%, 12/15/21	B3/B	1,666,500
	8,750	Cascades, Inc., 7.25%, 2/15/13	Ba3/BB-	8,618,750
		Georgia-Pacific Corp.,		

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27,775	8.00%, 1/15/24	B2/B	27,219,500
16,585	8.875%, 5/15/31	B2/B	16,709,388
	Verso Paper Holdings LLC, Ser. B,		
11,800	9.125%, 8/1/14	B2/B+	12,213,000
10,000	11.375%, 8/1/16	B3/CCC+	10,575,000
			99,814,763

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PIMCO High Income Fund Schedule of Investments

September 30, 2007 (unaudited) (continued)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
Printing/Publishing 3.0%			
\$ 17,631	Dex Media West LLC, 9.875%, 8/15/13, Ser. B	B1/B	\$ 18,843,131
1,000	Hollinger, Inc., 11.875%, 3/1/11 (d) (e) (f)	B3/NR	957,957
12,500	Idearc, Inc., 8.00%, 11/15/16	B2/B+	12,531,250
34,600	RH Donnelley Corp., 8.875%, 1/15/16, Ser. A-3	B3/B	35,421,750
2,246	RH Donnelley, Inc., 10.875%, 12/15/12	B2/B	2,397,605
6,100	TL Acquisitions, Inc., 10.50%, 1/15/15 (d)	Caa1/CCC+	6,054,250
			76,205,943
Real Estate 0.3%			
7,390	Delhaize America, Inc., 9.00%, 4/15/31	Baa3/BB+	8,840,487
Retail 1.1%			
29,975	Bon-Ton Stores, Inc., 10.25%, 3/15/14	B3/B-	28,176,500
Semi-Conductors 1.6%			
33,675	Freescale Semiconductor, Inc., 8.875%, 12/15/14	B1/B	32,664,750
2,300	9.125%, 12/15/14	B1/B	2,139,000
6,950	10.125%, 12/15/16	B2/B	6,498,250
			41,302,000
Telecommunications 17.3%			
2,317	American Cellular Corp., 10.00%, 8/1/11, Ser. B	B3/CCC	2,432,850
14,555	Centennial Communications Corp., 8.125%, 2/1/14	B2/CCC+	14,882,487
31,800	Cincinnati Bell, Inc., 8.375%, 1/15/14	B2/B-	31,879,500
15,500	Citizens Communications Co., 9.00%, 8/15/31	Ba2/BB+	15,810,000
16,550	Cricket Communications, Inc., 9.375%, 11/1/14	Caa1/CCC	16,881,000
24,800	Digicel Group Ltd. (d), 8.875%, 1/15/15	Caa2/CC	23,374,000
8,718	9.125%, 1/15/15	Caa2/CC	8,129,518
12,225	Hawaiian Telcom Communications, Inc., Ser. B, 9.75%, 5/1/13	Caa1/CCC	12,561,188
1,250	10.86%, 5/1/13, FRN	Caa1/CCC	1,271,875
20,000	Intelsat Bermuda Ltd., 9.25%, 6/15/16	B2/B	20,850,000
13,000	11.25%, 6/15/16	Caa1/B	13,991,250
18,250	Intelsat Subsidiary Holding Co., Ltd., 8.625%, 1/15/15	B2/B	18,706,250
25,500	MetroPCS Wireless, Inc., 9.25%, 11/1/14 (d)	Caa1/CCC	26,137,500
2,300	Nordic Telephone Co. Holdings ApS, 8.25%, 5/1/16 (d)	B2/B	3,442,668
5,000	8.25%, 5/1/16	B2/B	7,484,061
\$ 8,600	8.875%, 5/1/16 (d)	B2/B	9,116,000
15,500	Nortel Networks Ltd. (d), 10.125%, 7/15/13	B3/B-	16,023,125
18,875	10.75%, 7/15/16	B3/B-	19,818,750
14,625	PanAmSat Corp., 6.875%, 1/15/28	Ba2/BB	12,796,875
37,000	Qwest Capital Funding, Inc., 7.90%, 8/15/10	B1/B+	38,017,500
13,525	Qwest Communications International, Inc., 7.50%, 2/15/14	Ba3/B+	13,761,688
15,325	7.50%, 2/15/14, Ser. B	Ba3/B+	15,593,188
10,450	Qwest Corp., 8.875%, 3/15/12	Ba1/BBB-	11,455,812
18,020	Rural Cellular Corp., 9.875%, 2/1/10	B3/CCC	18,921,000
12,400	Superior Essex Communications LLC, 9.00%, 4/15/12	B3/B+	12,307,000

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4,500	TelCordia Technologies, Inc., 9.11%, 7/15/12, FRN (d)	B2/B	4,218,750
24,975	Time Warner Telecom Holdings, Inc., 9.25%, 2/15/14	B3/CCC+	26,036,438

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PIMCO High Income Fund Schedule of Investments

September 30, 2007 (unaudited) (continued)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
Telecommunications (continued)			
\$ 1,250	West Corp., 9.50%, 10/15/14 (d)	Caa1/B-	\$ 1,296,875
6,500	11.00%, 10/15/16	Caa1/B-	6,857,500
13,000	Wind Acquisition Finance S.A., 10.75%, 12/1/15 (d)	B2/B-	14,462,500
5,000	Windstream Corp., 8.625%, 8/1/16	Ba3/BB-	5,356,250
			443,873,398
Transportation 0.1%			
2,400	Grupo Transportacion Ferroviaria Mexicana S.A. de C.V., 9.375%, 5/1/12	B2/B-	2,526,000
Utilities 3.5%			
15,175	AES Corp., 8.75%, 5/15/13 (d)	Ba3/BB-	15,952,719
2,000	Empresa Energetica de Sergipe and Sociedade Anonima de Eletrificacao da Paraiba, 10.50%, 7/19/13 (d)	NR/B+	2,264,641
19,450	Legrand Holding S.A., 8.50%, 2/15/25	Baa3/BBB	22,853,750
19,534	Midwest Generation LLC, pass thru certificates, 8.56%, 1/2/16, Ser. B	Ba2/BB+	20,901,729
21,500	PSE&G Energy Holdings LLC, 8.50%, 6/15/11	Ba3/BB-	22,736,852
6,554	South Point Energy Center LLC, 8.40%, 5/30/12 (b) (d) (e) (g)	NR/D	6,488,036
			91,197,727
			2,289,849,942
	Total Corporate Bonds & Notes (cost-\$2,273,102,494)		
SENIOR LOANS (a) (c) 2.9%			
Chemicals 0.1%			
1,561	INEOS Group Ltd., Term A, 7.580%, 10/7/12		1,521,264
93	7.591%, 10/7/12		92,257
			1,613,521
Commercial Products 0.3%			
7,000	Berry Plastics, 12.72%, 6/15/14 (b)		6,842,500
Entertainment 0.6%			
3,033	Tribune Co., 7.86%, 5/30/09, Term X		2,980,250
13,550	8.244%, 5/30/14, Term B		12,366,259
			15,346,509
Financial Services 0.5%			
13,600	Chrysler Financial Corp., 9.36%, 8/3/12		13,601,550
Healthcare & Hospitals 0.2%			
43	HealthSouth Corp., 7.63%, 2/2/13		42,021
5,309	7.85%, 2/2/13		5,173,614
			5,215,635
Recreation 0.4%			
835	Amadeus Global Travel (b), 6.752%, 4/8/12, Term A		1,125,235
\$ 1,250	7.636%, 4/8/13, Term B2		1,200,651

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1,250	7.886%, 4/8/14, Term C2	1,205,860
7,000	Travelport, 7.35%, 8/23/13, Term DD	6,827,919
		10,359,665

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PIMCO High Income Fund Schedule of Investments

September 30, 2007 (unaudited) (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)	Value
Telecommunications 0.4%			
\$	1,210	Integra Telecom, Inc., Term T, 9.379%, 8/31/13	\$ 1,234,286
	2,790	9.379%, 8/31/13 (b)	2,817,815
	1,434	Nordic Telephone Co. Holdings ApS, 6.33%, 11/30/13, Term B	2,002,489
	1,485	6.58%, 11/30/14, Term C	2,085,165
\$	2,000	NTL Investment, 7.36%, 1/6/13, Term B	1,939,220
			10,078,975
Utilities 0.2%			
	6,000	Sandridge Energy, Inc., 8.625%, 4/1/15, Term CD (b)	5,940,000
Wholesale 0.2%			
	4,913	Roundys, Inc., Term B, 8.46%, 11/1/11	4,869,887
	12	8.56%, 10/27/11 (b)	12,267
			4,882,154
Total Senior Loans (cost-\$74,093,180)			73,880,509
MUNICIPAL BONDS & NOTES 0.6%			
California 0.6%			
	725	Los Angeles Community Redev. Agcy. Rev., Ser. H, 9.00%, 9/1/12	NR/NR 744,162
	1,160	9.75%, 9/1/17	NR/NR 1,220,506
	1,375	9.75%, 9/1/22	NR/NR 1,445,606
	2,170	9.75%, 9/1/27	NR/NR 2,277,003
	3,480	9.75%, 9/1/32	NR/NR 3,645,927
	1,785	San Diego Redev. Agcy., Tax Allocation, 6.59%, 11/1/13	Baa3/NR 1,796,388
	1,435	7.49%, 11/1/18	Baa3/NR 1,492,902
	1,885	7.74%, 11/1/21	Baa3/NR 1,962,379
Total Municipal Bonds & Notes (cost-\$14,345,558)			14,584,873
ASSET-BACKED SECURITIES 0.0%			
	688	Reliant Energy Mid-Atlantic Power Holdings LLC, 9.237%, 7/2/17, Ser. B (cost-\$724,964)	Ba2/B+ 739,620
PREFERRED STOCK 1.0%			
<u>Shares</u>			
Financial Services 1.0%			
	24,700	Fresenius Medical Care Capital Trust II, 7.875%, UNIT	B1/B+ 24,823,500
Telecommunications 0.0%			
	155,565	Superior Essex Holding Corp., 9.50%, 1/1/01, Ser. A	NR/NR 124,452
Total Preferred Stock (cost-\$26,157,273)			24,947,952

PIMCO High Income Fund Schedule of Investments

September 30, 2007 (unaudited) (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)	Value
SHORT-TERM INVESTMENTS 6.4%			
U.S. Government Agency Securities 3.1%			
\$ 80,000	Federal Home Loan Bank, 4.00%, 10/1/07 (cost-\$80,000,000)	Aaa/AAA	\$ 80,000,000
U.S. Treasury Bills (h) 2.4%			
63,250	3.775%-4.62%, 11/29/07-12/13/07 (cost-\$62,786,355)		62,666,515
Corporate Notes 0.4%			
Chemicals 0.4%			
9,127	Equistar Chemicals L.P., 10.125%, 9/1/08 (cost-\$9,384,749)	B1/BB-	9,469,263
Repurchase Agreement 0.5%			
13,924	State Street Bank & Trust Co., dated 9/28/07, 4.40%, 10/1/07, proceeds \$13,929,105; collateralized by Farmer Mac Discount note, 4.451%, due 12/28/07, valued at \$14,203,394 including accrued interest (cost-\$13,924,000)		13,924,000
Total Short-Term Investments (cost-\$166,095,104)			166,059,778
Total Investments (cost-\$2,554,518,573) 100.0%			\$ 2,570,062,674

Notes to Schedule of Investments:

- (a) Private Placement. Restricted as to resale and may not have a readily available market. Securities with an aggregate value of \$108,132,225, representing 4.21% of total investments.
- (b) Illiquid security.
- (c) These securities generally pay interest at rates which are periodically pre-determined by reference to a base lending rate plus a premium. These base lending rates are generally either the lending rate offered by one or more major European banks, such as the LIBOR or the prime rate offered by one or more major United States banks, or the certificate of deposit rate. These securities are generally considered to be restricted as the Fund is ordinarily contractually obligated to receive approval from the Agent bank and/or borrower prior to disposition. Remaining maturities of senior loans may be less than the stated maturities shown as a result of contractual or optional payments by the borrower. Such prepayments cannot be predicted with certainty.
- (d) 144A Security Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration typically only to qualified institutional buyers. Unless otherwise indicated, these securities are not considered to be illiquid.
- (e) Security in default.
- (f) Fair-valued security. Securities with an aggregate value of \$41,338,139, representing 1.61% of total investments, have been fair-valued.
- (g) Credit-linked trust certificate.
- (h) All or partial amount segregated as collateral for futures contracts and/or swaps.
- (i) All or partial amount segregated as collateral for reverse repurchase agreements.

Glossary:

£	-	British Pound Sterling
	-	Euro
FRN	-	Floating Rate Note. The interest rate disclosed reflects the rate in effect on September 30, 2007.
LIBOR	-	London Inter-Bank Offered Rate
NR	-	Not Rated
UNIT	-	More than one class of securities traded together.
VRN	-	Variable Rate Note. The interest rate disclosed reflects the rate in effect on September 30, 2007.

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PIMCO High Income Fund Statement of Assets and Liabilities

September 30, 2007 (unaudited)

Assets:

Investments, at value (cost-\$2,554,518,573)	\$ 2,570,062,674
Cash (including foreign currency of \$2,664,514 with a cost of \$2,583,697)	2,665,437
Premium for swaps purchased	150,833,281
Interest receivable	54,566,071
Unrealized appreciation on swaps	31,610,793
Receivable for investments sold	26,302,707
Unrealized appreciation of forward foreign currency contracts	1,184,504
Receivable for terminated swaps	267,169
Unrealized appreciation on unfunded loan commitments	123,885
Prepaid expenses	61,973
Total Assets	2,837,678,494

Liabilities:

Unrealized depreciation on swaps	156,115,070
Payable for reverse repurchase agreements	39,690,000
Payable for investments purchased	31,382,651
Premium for swaps sold	29,267,697
Dividends payable to common and preferred shareholders	14,881,356
Unrealized depreciation of forward foreign currency contracts	2,686,434
Investment management fees payable	1,448,140
Payable for terminated swaps	925,675
Interest payable on reverse repurchase agreements	59,425
Accrued expenses	557,958
Total Liabilities	277,014,406

Preferred Shares (\$25,000 net asset and liquidation value per share applicable to an aggregate of 36,000 shares issued and outstanding)

900,000,000

Net Assets Applicable to Common Shareholders

\$ 1,660,664,088

Composition of Net Assets Applicable to Common Shareholders:

Common Stock:	
Par value (\$0.00001 per share, applicable to 116,037,687 shares issued and outstanding)	\$ 1,160
Paid-in-capital in excess of par	1,651,947,048
Dividends in excess of net investment income	(15,585,682)
Accumulated net realized gain	134,511,672
Net unrealized depreciation of investments, swaps, unfunded loan commitments and foreign currency transactions	(110,210,110)
Net Assets Applicable to Common Shareholders	\$ 1,660,664,088
Net Asset Value Per Common Share	\$14.31

See accompanying Notes to Financial Statements | 9.30.07 | PIMCO High Income Fund Semi-Annual Report 11

PIMCO High Income Fund Statement of Operations

For the six months ended September 30, 2007 (unaudited)

Investment Income:

Interest	\$ 110,026,678
Facility and other fee income	4,073,698
Dividends	979,952
Total Investment Income	115,080,328

Expenses:

Investment management fees	9,064,207
Interest expense on reverse repurchase agreements	2,624,921
Auction agent fees and commissions	1,135,406
Custodian and accounting agent fees	352,114
Shareholder communications	142,374
Trustees' fees and expenses	96,736
Audit and tax services	54,900
New York Stock Exchange listing fees	53,969
Legal fees	37,881
Insurance expense	22,067
Transfer agent fees	20,130
Miscellaneous	25,614
Total expenses	13,630,319
Less: custody credits earned on cash balances	(89,875)
Net expenses	13,540,444

Net Investment Income 101,539,884

Realized and Change in Unrealized Gain (Loss):

Net realized gain (loss) on:	
Investments	11,863,018
Futures contracts	(2,656,292)
Swaps	132,695,409
Foreign currency transactions	(1,267,105)
Net change in unrealized appreciation/depreciation of:	
Investments	(98,531,483)
Futures contracts	1,150,844
Swaps	(137,070,705)
Unfunded loan commitments	123,885
Foreign currency transactions	(1,216,694)
Net realized and change in unrealized loss on investments, futures contracts, swaps, unfunded loan commitments and foreign currency transactions	(94,909,123)
Net Increase in Net Assets Resulting from Investment Operations	6,630,761

Dividends and Distributions on Preferred Shares from Net investment income (24,100,634)
Net Decrease in Net Assets Applicable to Common Shareholders Resulting from Investment Operations \$