

PIMCO MUNICIPAL INCOME FUND  
Form N-CSR  
January 09, 2006

ITEM 1. Report to Shareholder

PIMCO Municipal Income Fund  
PIMCO California Municipal Income Fund  
PIMCO New York Municipal Income Fund  
Semi-Annual Report  
October 31, 2005

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PIMCO Municipal Income Funds  
Letter to Shareholders

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December 22, 2005

Dear Shareholder:

We are pleased to provide you with the semi-annual report for PIMCO Municipal Income Fund, PIMCO California Municipal Income Fund and PIMCO New York Municipal Income Fund ("PIMCO Municipal Income Funds" or the "Funds") for the six months ended October 31, 2005.

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Please refer to the following pages for specific information for each of the PIMCO Municipal Income Funds. If you have any questions regarding the information provided, we encourage you to contact your financial advisor or call the Funds' transfer agent at (800) 331-1710. You can also visit our Web site at [www.allianzinvestors.com](http://www.allianzinvestors.com).

Together with Allianz Global Investors Fund Management LLC, the Funds' investment manager and Pacific Investment Management Company LLC, the Funds' 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

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PIMCO Municipal Income Fund  
Performance & Statistics  
October 31, 2005 (unaudited)

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Symbol:

PMF

Objective:

To provide current income exempt from federal income tax.

Primary Investments:

Municipal fixed-income securities, the interest from which is exempt from federal income tax.

Inception Date:

June 29, 2001

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

\$556.2 million

Portfolio Manager:

Mark McCray

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Total Return <sup>(2)</sup> :	Market Price	Net Asset Value (“NAV”)
Six Months	6.83%	1.71%
1 Year	11.61%	8.83%
3 Years	8.40%	7.89%
Commencement of Operations (6/29/01) to 10/31/05	7.16%	7.40%

Common Share Market Price/NAV Performance:

Commencement of Operations (6/29/01) to 10/31/05

Market Price / NAV:

Market Price	\$15.14
NAV	\$14.61
Premium to NAV	3.63%
Market Price Yield <sup>(3)</sup>	6.44%

Moody's Ratings

(as a % of total investments)

(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 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 of more than one year represents the average annual total return. Total return for a period of less than one year is not annualized.

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. A portion of the income generated by the Fund may be subject to federal, state and local taxes, and may at times be subject to the alternative minimum tax. 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 October 31, 2005.

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PIMCO California Municipal Income Fund  
Performance & Statistics  
October 31, 2005 (unaudited)

Symbol:

PCQ

Objective:

To provide current income exempt from federal and California State income tax.

Primary Investments:

Municipal fixed-income securities, the interest from which is exempt from federal and California State income tax.

Inception Date:

June 29, 2001

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

\$408.9 million

Portfolio Manager:

Mark McCray

Total Return <sup>(2)</sup> :	Market Price	Net Asset Value (“NAV”)
Six Months	9.64%	2.48%
1 Year	14.66%	8.11%
3 Years	7.67%	7.55%
Commencement of Operations (6/29/01) to 10/31/05	6.74%	6.83%

Common Share Market Price/NAV Performance:

Commencement of Operations (6/29/01) to 10/31/05

Market Price / NAV:	
Market Price	\$15.09
NAV	\$14.50
Premium to NAV	4.07%
Market Price Yield <sup>(3)</sup>	6.12%

Moody's Ratings

(as a % of total investments)

(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 income dividends and capital gain distributions have been reinvested at prices obtained under the dividend reinvestment plan. Total return

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does not reflect broker commissions or sales charges. Total return for a period of more than one year represents the average annual total return. Total return for a period of less than one year is not annualized.

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. A portion of the income generated by the Fund may be subject to federal, state and local taxes, and may at times be subject to the alternative minimum tax. 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 October 31, 2005.

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PIMCO New York Municipal Income Fund  
Performance & Statistics  
October 31, 2005 (unaudited)

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Symbol:

PNF

Objective:

To provide current income exempt from federal, New York State and New York City income tax.

Primary Investments:

Municipal fixed-income securities, the interest from which is exempt from federal, New York State and New York City income tax.

Inception Date:

June 29, 2001

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

\$164.3 million

Portfolio Manager:

Mark McCray

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Total Return <sup>(2)</sup> :	Market Price	Net Asset Value ("NAV")
Six months	7.90%	1.95%
1 Year	11.79%	7.22%
3 Years	7.41%	6.12%
Commencement of Operations (6/29/01) to 10/31/05	5.93%	5.51%

Common Share Market Price / NAV Performance:

Commencement of Operations (6/29/01) to 10/31/05

Market Price / NAV:

Market Price	\$14.53
NAV	\$13.65
Premium to NAV	6.45%
Market Price Yield <sup>(3)</sup>	6.19%

Moody's Ratings

(as a % of total investments)

(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 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 of more than one year represents the average annual total return. Total return for a period of less than one year is not annualized.

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. A portion of the income generated by the Fund may be subject to federal, state and local taxes, and may at times be subject to the alternative minimum tax. 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 October 31, 2005.

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October 31, 2005 (unaudited)

Principal Amount (000)		Credit Rating (Moody's/S&P)	Value
MUNICIPAL BONDS & NOTES-92.8%			
Alabama-3.6%			
\$ 2,500	Birmingham Baptist Medical Center Special Care Facs. Financing Auth. Rev., 5.875%, 11/15/24, Ser. A	Baa1/NR	\$ 2,617,775
9,900	Daphne Special Care Facs. Financing Auth. Rev., zero coupon, 8/15/28 (Pre-refunded @ \$100, 8/15/08) (a)	Aaa/AAA	8,784,864
8,000	Huntsville Health Care Auth. Rev., 5.75 %, 6/1/31, Ser. A	A2/NR	8,391,840
			19,794,479
Alaska-1.1%			
6,000	Northern Tobacco Securitization Corp. Rev., 5.50%, 6/1/29	Baa3/BBB	6,065,640
Arizona-1.0%			
2,000	Apache Cnty. Industrial Dev. Auth., Pollution Control Rev., Tucson Electric Power Co., 5.875%, 3/1/33, Ser. B	Ba1/B+	2,000,560
3,500	Salt River Project Agricultural Improvement & Power District Rev., 4.75%, 1/1/35, Ser. A	Aa2/AA	3,472,455
			5,473,015
California-3.8%			
10,000	Golden State Tobacco Securitization Corp., Tobacco Settlement Rev., GO, 6.75%, 6/1/39, Ser. 2003-A-1	Baa3/BBB	11,362,000
10,000	Riverside Cnty. Public Financing Auth., Tax Allocation, 4.50%, 10/1/30, Ser. A (XLCA)	Aaa/AAA	9,496,700
			20,858,700
Colorado-2.4%			
	Denver Health & Hospital Auth. Healthcare Rev., Ser. A,		
2,000	5.375%, 12/1/28	Baa3/BBB	2,003,900
1,000	6.00%, 12/1/23	Baa3/BBB	1,062,030
12,400	Health Facs. Auth. Retirement Facs. Rev., zero coupon, 7/15/24	NR/AAA	4,960,372
4,965	Northwest Parkway Public Highway Auth. Rev., 7.125%, 6/15/41, Ser. D	Ba1/BB+	5,308,628
			13,334,930
Connecticut-0.2%			
1,000	State Dev. Auth. Pollution Control Rev., 5.85%, 9/1/28	Baa1/BBB-	1,070,150
District of Columbia-1.1%			
5,610	Tobacco Settlement Financing Corp. Rev., 6.25%, 5/15/24	Baa3/BBB	5,973,921

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	Florida–1.8%		
9,000	Highlands Cnty. Health Facs. Auth. Rev., Adventist Health System, 6.00%, 11/15/31, Ser. A	A2/A+	9,705,780
	Georgia–2.0%		
9,700	Municipal Electric Auth. Power Rev. (MBIA-IBC) 5.50%, 1/1/20, Ser. Z	Aaa/AAA	10,720,925
300	5.50%, 1/1/20, Ser. Z (Pre-refunded @ \$100, 1/1/13) (a)	NR/AAA	333,855
			11,054,780

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PIMCO Municipal Income Fund  
Schedule of Investments  
October 31, 2005 (unaudited) (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)	Value
	Illinois–11.9%		
\$ 2,935	Chicago, GO, Ser. A (FGIC) 5.375%, 1/1/34	Aaa/AAA	\$ 3,059,209
6,145	5.375%, 1/1/34, (Pre-refunded @ \$101, 1/1/09) (a)	Aaa/AAA	6,585,658
10,115	Chicago Board of Education, GO, zero coupon, 12/1/31, Ser. A (FGIC)	Aaa/AAA	2,679,059
2,000	Chicago Water Rev., 5.25%, 11/1/27 (Pre-refunded @ \$102, 11/1/07) (FGIC) (a)	Aaa/AAA	2,117,760
1,115	Educational Facs. Auth. Rev., Midwestern Univ., 5.50%, 5/15/18, Ser. B	NR/A–	1,152,977
190	Educational Facs. Auth. Rev., Univ. of Chicago, 5.25%, 7/1/41	Aa1/AA	198,111
4,810	5.25%, 7/1/41 (Pre-refunded @ \$101, 7/1/11) (a)	Aa1/AA	5,247,300
5,000	Finance Auth. Rev., 5.50%, 11/15/29	A2/A+	5,151,450
1,260	5.65%, 11/15/24	A2/A+	1,313,941
3,000	Health Facs. Auth. Rev., Decatur Memorial Hospital, 5.75%, 10/1/24	A2/A	3,129,360
5,425	Silver Cross Hospital, 5.50%, 8/15/25	NR/A	5,594,151
5,000	Lake Cnty. Community High School Dist., GO, Ser. B (FGIC) zero coupon, 2/1/19	Aaa/AAA	2,712,950
5,000	zero coupon, 2/1/20	Aaa/AAA	2,576,150
5,690	zero coupon, 2/1/22	Aaa/AAA	2,637,372
7,345	Regional Transportation Auth. Rev., 5.50%, 6/1/23, Ser. B (FGIC)	Aaa/AAA	8,414,285



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3,000	State Sales Tax Rev., 5.125%, 6/15/20, Ser. 1	Aa3/AAA	3,155,820
5,000	University Rev., 5.25%, 4/1/32, Ser. B (FGIC)	Aaa/AAA	5,166,000
4,000	Winnebago-Boone ETC Cntys., Rock Valley Community College, Dist. No. 511, GO, 5.30%, 10/1/18 (Pre-refunded @ \$100, 10/1/10) (FGIC) (a)	Aaa/NR	4,196,880 65,088,433
	Indiana-1.8%		
6,500	Carmel School Building Corp. Rev., 5.00%, 7/15/22 (MBIA)	Aaa/AAA	6,719,960
1,225	Richland-Bean Blossom School Building Corp. Rev., 5.00%, 1/15/22 (FGIC)	Aaa/AA-	1,261,003
1,825	Zionsville Community Schools Building Corp. Rev., 5.00%, 7/15/27, Ser. A (FSA)	NR/AAA	1,885,809 9,866,772
	Kansas-3.8%		
	Wichita Hospital Rev.,		
5,000	5.625%, 11/15/31, Ser. III	NR/A+	5,258,900
14,370	6.25%, 11/15/24, Ser. XI	NR/A+	15,518,307 20,777,207
	Kentucky-0.8%		
3,680	Economic Dev. Finance Auth. Hospital Facs. Rev., St. Luke's Hospital, 6.00%, 10/1/19	A3/A	4,106,438

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PIMCO Municipal Income Fund  
Schedule of Investments  
October 31, 2005 (unaudited) (continued)

Principal Amount (000)		Credit Rating (Moody's/S&P)	Value
	Louisiana-6.3%		
\$4,905	Local Gov't Environmental Facs., Community Dev. Auth. Rev., 6.55%, 9/1/25 (ACA)	NR/A	\$5,304,316
27,895	Tobacco Settlement Financing Corp. Rev., 5.875%, 5/15/39, Ser. 2001-B	Baa3/BBB	29,114,290 34,418,606
	Maryland-0.2%		
1,150	Baltimore Water Project Rev., 5.125%, 7/1/42, Ser. A (FGIC)	Aaa/AAA	1,187,559
	Massachusetts-1.9%		
9,000	Commonwealth of Massachusetts Rev., 5.50%, 1/1/34 (FGIC)	Aaa/AAA	10,271,070

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Michigan—4.4%			
Detroit, GO, Ser. A-1 (MBIA)			
1,000	5.375%, 4/1/15	Aaa/AAA	1,082,650
1,000	5.375%, 4/1/17	Aaa/AAA	1,075,520
5,650	Forest Hills Public Schools, GO, 5.25%, 5/1/18 (Pre-refunded @ \$100, 5/1/10) (a)	Aa2/NR	6,082,225
3,000	Mount Clemens Community School Dist., GO, 5.00%, 5/1/31	Aa2/AA	3,059,100
50	Royal Oak Hospital Finance Auth. Rev., William Beaumont Hospital, 5.25%, 11/15/35, Ser. M (MBIA)	Aaa/AAA	51,403
4,000	State Hospital Finance Auth. Rev., Detroit Medical Center, 6.25%, 8/15/13	Ba3/BB-	3,970,400
2,000	State Strategic Fund Ltd. Obligation Rev., Detroit Edison Pollution Control Co., 5.45%, 9/1/29	A3/BBB+	2,084,860
3,000	Taylor Tax Increment Finance Auth., 5.375%, 5/1/17 (FSA)	Aaa/AAA	3,212,340
6,255	Wayne Charter Cnty. Airport Fac. Rev., 6.75%, 12/1/15	NR/NR	3,372,321
			23,990,819
Minnesota—0.6%			
Agricultural & Economic Dev. Board Rev., Health Care System,			
95	6.375%, 11/15/29	A2/A	105,604
2,905	6.375%, 11/15/29 (Pre-refunded @ \$101, 11/15/10) (a)	A2/A	3,313,181
			3,418,785
Missouri—0.5%			
2,500	Interstate 470 & 350 Transportation Dev. Dist. Rev., 6.35%, 5/1/22	NR/NR	2,550,650
Nevada—1.4%			
3,000	Clark Cnty. Rev., 5.25%, 7/1/34, Ser. B (Pre-refunded @ \$100, 7/1/11) (FGIC) (a)	Aaa/AAA	3,248,130
4,250	Truckee Meadows Water Auth. Rev., 5.25%, 7/1/34, Ser. A (FSA)	Aaa/AAA	4,407,463
			7,655,593

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PIMCO Municipal Income Fund  
Schedule of Investments  
October 31, 2005 (unaudited) (continued)

Principal Amount	Credit Rating (Moody's/S&P)	Value
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(000)

	New Hampshire—0.6%		
\$3,000	State Business Finance Auth. Pollution Control Rev., Conn. Light & Power Co., 5.85%, 12/1/22	Baa1/BBB–	\$3,219,060
	New Jersey—4.0%		
	Camden Cnty., Improvement Auth. Rev., Cooper Health System,		
490	5.60%, 2/15/07	Baa3/BBB	493,631
875	6.00%, 2/15/27	Baa3/BBB	888,414
16,550	Economic Dev. Auth., Kapkowski Landfill Project, 5.75%, 4/1/31	Baa3/NR	17,371,542
	Economic Dev. Auth. Rev., Arbor Glen,		
2,510	5.875%, 5/15/16	NR/NR	2,541,199
490	5.875%, 5/15/16, Ser. A (Pre-refunded @ \$102, 5/15/09) (a)	NR/NR	539,269
			21,834,055
	New Mexico—0.5%		
2,500	Farmington Pollution Control Rev., 5.80%, 4/1/22	Baa2/BBB	2,535,575
	New York—1.3%		
	New York City Municipal Water Finance Auth., Water & Sewer System Rev.,		
1,120	5.00%, 6/15/37, Ser. D	Aa2/AA+	1,150,934
3,000	5.00%, 6/15/39, Ser. A	Aa2/AA+	3,067,290
2,875	Westchester Cnty. Healthcare Corp. Rev., 5.875%, 11/1/25, Ser. A	Ba2/B	2,848,320
			7,066,544
	North Carolina—0.6%		
3,000	Capital Facs. Finance Agcy. Rev., Duke University Project, 5.125%, 10/1/41, Ser. A	Aa1/AA+	3,089,970
	Ohio—1.2%		
	Lorain Cnty. Hospital Rev., Catholic Healthcare Partners,		
2,500	5.625%, 10/1/17	Aa3/AA–	2,689,275