

Corporate Dividends Received Deduction Worksheet

The following information is provided to assist you in preparing your 2019 federal and state tax returns.

The Corporate Dividends Received Deduction (DRD) allows eligible U.S. corporations that receive qualified dividends from other U.S. corporations to deduct, within certain limits, 50% of the total U.S. corporate dividends received from their federal taxable income.

To be eligible for the DRD, the corporation must have held the shares on which the dividend was paid for at least 46 days during the 91-day period that began 45 days before the fund's ex-dividend date (ex-date). The ex-date is the date on which the dividend is deducted from the fund's per share net asset value. For purposes of the holding period, you may not count the day on which you purchased the shares or acquired them by reinvesting dividends, but may count the day you sold the shares.

Corporate Dividends Received Deductions Year Ended December 31, 2019	
Fund Name	DRD%
Pacific Funds SM Portfolio Optimization Conservative	2.13%
Pacific Funds SM Portfolio Optimization Moderate-Conservative	5.66%
Pacific Funds SM Portfolio Optimization Moderate	10.17%
Pacific Funds SM Portfolio Optimization Growth	9.59%
Pacific Funds SM Portfolio Optimization Aggressive-Growth	10.95%
Pacific Funds SM Strategic Income	0.91%
Pacific Funds SM Large-Cap	100.00%
Pacific Funds SM Large-Cap Value	100.00%
Pacific Funds SM Small/Mid-Cap	100.00%
Pacific Funds SM Small-Cap	100.00%
Pacific Funds SM Small-Cap Value	87.43%

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