

U.S. Government Obligations Information

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

Most states permit mutual fund dividends attributable to interest from U.S. government obligations to be exempt from state and local income taxes. The table shows the percentage of your fund's dividends (which are reported in Box 1a of Form 1099-DIV) that is attributable to U.S. government obligations.

Clients should check with their state or local tax office or with a tax advisor to determine whether their states allow them to exclude some or all of the income they earn from mutual funds that invest in U.S. government obligations. If their states allow an exclusion, refer to chart below to determine the percentage of income from U.S. government obligations that may be excluded for each fund in which a shareholder may be invested.

U.S. Government Income Obligations Year Ended December 31, 2019							
Fund Name	Treasury	Agency	FNMA/ GNMA	Repo Agreements	Mutual Funds	Other	Total
Pacific Funds SM Portfolio Optimization Conservative	22.47%	0.18%	0.24%	0.06%	1.30%	75.75%	100.00%
Pacific Funds SM Portfolio Optimization Moderate-Conservative	26.87%	0.15%	0.20%	0.05%	1.44%	71.29%	100.00%
Pacific Funds SM Portfolio Optimization Moderate	40.13%	0.11%	0.16%	0.04%	1.58%	57.98%	100.00%
Pacific Funds SM Portfolio Optimization Growth	52.63%	0.05%	0.08%	0.02%	1.77%	45.45%	100.00%
Pacific Funds SM Portfolio Optimization Aggressive-Growth	64.44%	0.01%	0.02%	0.00%	1.91%	33.62%	100.00%
Pacific Funds SM Diversified Alternatives	4.38%	0.00%	0.01%	0.00%	7.76%	87.85%	100.00%
Pacific Funds SM Core Income	10.23%	0.06%	0.00%	0.00%	2.83%	86.88%	100.00%
Pacific Funds SM Floating Rate Income	0.00%	0.00%	0.00%	0.00%	1.83%	98.17%	100.00%
Pacific Funds SM High Income	0.00%	0.00%	0.00%	0.00%	2.33%	97.67%	100.00%
Pacific Funds SM Short Duration Income	7.51%	0.00%	0.00%	0.00%	2.74%	89.75%	100.00%
Pacific Funds SM Strategic Income	0.00%	0.00%	0.00%	0.00%	2.83%	97.17%	100.00%

Agencies: Sallie Mae, Federal Farm Credit Banks Funding Corporation, Tennessee Valley Authority, Commodity Credit Corporation (CCC), Federal Deposit Insurance Corporation (FDIC), Federal Financing Bank (FFB), Federal Home Loan Bank System, Federal Intermediate Credit Bank, Federal Land Bank Association, Federal Savings and Loan Insurance Corp (FSLIC), General Insurance Fund, Government Services Administration (GSA), Production Credit Association (PCA), and the United States Postal Service (USPS).

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