

**There is no guarantee that any opinion, forecast, or objective will be achieved. The information herein is provided for informational purposes only and should not be construed as a recommendation of any security, strategy or investment product. Past performance is not indicative of future results.**

The asset and industry reports contained herein are unaudited. The summation of dollar values and percentages reported may not equal the total values, due to rounding discrepancies. Unless otherwise noted, Nicholas-Applegate is the source of illustrations, performance data, and characteristics. Unless otherwise noted, equity index performance is calculated with gross dividends reinvested and estimated tax withheld, and bond index performance include all payments to bondholders, if any. Indexes may not represent the investment style of any Nicholas-Applegate strategy. Index calculations do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index.

This is not an offer or solicitation for the purchase or sale of any financial instrument. It is presented only to provide information on investment strategies and opportunities. The material contains the current opinions of the author, which are subject to change without notice. Statements concerning financial market trends are based on current market conditions, which will fluctuate. Forecasts are inherently limited and should not be relied upon as an indicator of future results. References to specific securities, issuers and market sectors are for illustrative purposes only.

Gross returns do not give effect to investment advisory fees, which would reduce such returns. Investment advisory fees are described further in Part II of Form ADV. Advisory fees deducted periodically from accounts can have an impact on performance. As an example, the effect of investment advisory fees on the total value of a portfolio assuming (a) \$1,000,000 investment, (b) portfolio return of 5% per year, and (c) 1.00% annual investment advisory fee would be \$10,268.81 in the first year, \$56,741.68 over five years, and \$129,160.05 over ten years. Actual fees charged may vary by portfolio due to various conditions, including account size. Where "net of fee" performance is indicated, actual fees charged were used for performance calculations. The results for individual accounts and for different time periods may vary.

Portfolio characteristics are derived using currently available data from independent research resources that are believed to be accurate. Estimates (est.) are preliminary and unaudited. Currency conversions are provided by Russell Performance Universe and are based on monthly linked performance converted from U.S. dollar. Exchange rates are provided by the Federal Reserve Statistical Release as of month end.

Some information available on the website may show representative account characteristics and partial lists of past recommendations. This information does not reflect composite performance, which may be different. For more information regarding account characteristics, and a complete list of representative buys and sells for the last 12 months, please contact Nicholas-Applegate at (619) 687-8000. Past recommendations and holdings are subject to change and the portfolio holdings will vary over time. Top ten holdings are selected based on size of positions, from a representative account. References to specific securities and their characteristics are examples of securities held in the portfolio and are not intended to be, and should not be interpreted as an offer, solicitation or recommendation to purchase or sell any financial instrument, or representative of the composition or performance of the portfolio. Investors should not assume that an investment in the securities presented was or will be profitable; actual accounts may vary, and there is no guarantee that a particular client's account will hold any or all of the securities listed.

Unless otherwise noted, Nicholas-Applegate is the source of illustrations, performance data, and characteristics.

This website should not be construed as a general guide to investing, or a recommendation regarding any investor's specific circumstances. Although the manager attempts to limit portfolio risk, risk management does not imply low risk. All investments are subject to some degree of market and investment-specific risk. The value of investments can go down as well as up, and a loss of principal may occur. No part of this material may be copied or duplicated, or distributed to any third party without written consent.

#### **Investment Risks:**

**Small- and mid-cap stocks** may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

**Investments in overseas markets** may pose special risks, including currency fluctuation and political risks, and the portfolio is expected to be more volatile than a U.S.-only portfolio. These risks are generally intensified for investments in emerging markets.

**High yield bonds** are either rated in the lowest category of investment grade or below-investment-grade. Below-investment-grade bonds have a higher default risk than investment grade bonds, are generally uncollateralized and subordinated to other outstanding debt of the issuer, and are considered predominantly speculative.

**Convertible securities** are often rated below-investment-grade or not rated because they fall below debt obligations and just above common equity in order of preference or priority on the issuer's balance sheet. Hence an issuer with investment grade senior debt may issue convertible securities with ratings less than investment grade or not rated.

**Strategies that employ leverage** will tend to increase or decrease at a greater rate than if no leverage were employed, and losses will be magnified by borrowings. Unlike "long" investments, which involve the purchase of securities, "short" sales involve the sale of borrowed securities. The manager's ability to execute strategies that involve shorting may be inhibited by regulatory prohibitions. Short positions may be difficult to close in a timely manner, and the potential for loss in a short sale may be unlimited.

**GLOBAL SELECT COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE GLOBAL SELECT COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM OCTOBER 1, 1997 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The Global Select Composite (the "Composite") consists of accounts that invest primarily in a diversified group of foreign and domestic equities with a focus on stock selection. The Composite was created on October 1, 1997. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month, and effective January 1, 2000, having a minimum account size of \$10 million for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. In the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. A complete list and description of the Firm's composites and presentations and additional information regarding the Firm's policies and procedures for calculating and reporting performance results are available upon request by contacting (619) 687-2800, or writing Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends (net of withholding tax) and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding the policies for calculating and reporting returns is available upon request by contacting the Firm. The Morgan Stanley Capital International (MSCI) All Country World Index (ACWI) is a market capitalization weighted index composed of over 2000 companies. The MSCI ACWI Index is representative of the market structure of 48 countries in North America, Europe and the Pacific Rim, excluding closed markets and those shares in otherwise free markets that are not purchasable by foreigners. The index is calculated with gross dividends reinvested and estimated tax withheld. The withholding tax applied to the accounts in Composite are tax rates on US based investors, where as the withholding tax applied to the benchmark are based on rates that would be applied to a Luxembourg based investor. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U. S. dollars

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the Global Select accounts was as follows:

0.850% on first \$10 million  
0.800% on next \$15 million  
0.750% thereafter

Investments in overseas markets may pose special risks, including currency fluctuation and political risks, and the portfolio is expected to be more volatile than a U.S.-only portfolio. These risks are generally intensified for investments in emerging markets.

Small- and mid-cap stocks may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

## Fee Schedule (\$ US) and Disclosure – Global Select

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE GLOBAL SELECT COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM OCTOBER 1, 1997 (INCEPTION) TO DECEMBER 31, 2009

| Global Select Composite |                             |                         |                       |                            |                      |   |                             |  |  |
|-------------------------|-----------------------------|-------------------------|-----------------------|----------------------------|----------------------|---|-----------------------------|--|--|
| Year                    | Annual Returns              |                         |                       | # of Accounts in Composite | Composite Dispersion | Summary Information                     |                             | Composite Assets as % of Total Firm Assets |  |
|                         | MSCI ACWI Index Returns (1) | Gross Composite Returns | Net Composite Returns |                            |                      | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) |  |  |
| (2) 1997                | -3.26%                      | -0.87%                  | -1.20%                | 1                          | -                    | \$ 5                                    | \$ 25,084                   | 0.02%                                      |  |
| 1998                    | 21.97                       | 48.13                   | 46.18                 | 1                          | -                    | 9                                       | 28,727                      | 0.03                                       |  |
| 1999                    | 26.85                       | 132.41                  | 129.35                | 1                          | -                    | 23                                      | 34,800                      | 0.07                                       |  |
| 2000                    | -13.96                      | -15.54                  | -16.24                | 1                          | -                    | 20                                      | 29,127                      | 0.07                                       |  |
| 2001                    | -15.91                      | -19.30                  | -20.37                | 1                          | -                    | 34                                      | 21,798                      | 0.16                                       |  |
| 2002                    | -18.98                      | -17.71                  | -18.80                | 1                          | -                    | 58                                      | 14,703                      | 0.39                                       |  |
| 2003                    | 34.63                       | 40.42                   | 39.30                 | 1                          | -                    | 101                                     | 16,096                      | 0.63                                       |  |
| 2004                    | 15.75                       | 17.46                   | 16.71                 | 1                          | -                    | 142                                     | 12,949                      | 1.10                                       |  |
| 2005                    | 11.37                       | 15.98                   | 15.26                 | 3                          | -                    | 332                                     | 14,798                      | 2.24                                       |  |
| 2006                    | 21.53                       | 18.67                   | 17.96                 | 4                          | -                    | 426                                     | 14,773                      | 2.88                                       |  |
| 2007                    | 12.18                       | 17.97                   | 17.21                 | 2                          | -                    | 131                                     | 14,013                      | 0.93                                       |  |
| 2008                    | -41.85                      | -45.85                  | -46.16                | 4                          | -                    | 228                                     | 7,872                       | 2.90                                       |  |
| (3) 2009                | 35.41%                      | 31.79%                  | 31.14%                | 4                          | -                    | \$ 282                                  | 9,916                       | 2.85%                                      |  |

(1) The Morgan Stanley Capital International (MSCI) All Country World Index (ACWI) returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period returns, October 1, 1997 through December 31, 1997 have not been annualized.

(3) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**GLOBAL SYSTEMATIC COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE GLOBAL SYSTEMATIC COMPOSITE FOR THE INVESTMENT PERIOD PRESENTED FROM NOVEMBER 1, 2004 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The Global Systematic Composite (the "Composite") consists of accounts that invest primarily in a diversified group of foreign and domestic equities with a focus on stock selection. The Composite was created on November 1, 2004. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month, and effective January 1, 2006 having a minimum account size of \$10 million for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. In the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. A complete list and description of the Firm's composites and presentations and additional information regarding the Firm's policies and procedures for calculating and reporting performance results are available upon request by contacting (619) 687-2800, or writing Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager

Returns are calculated on a total return basis, including all dividends (net of withholding tax) and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. The Morgan Stanley Capital International (MSCI) World is a free float-adjusted market capitalization index that is designed to measure global developed market equity performance. The MSCI World Index is representative of the global developed market structure of 23 countries in North America, Europe, and the Pacific Rim, excluding closed markets and those shares in otherwise free markets that are not purchasable by foreigners. The index is calculated with gross dividends reinvested and estimated tax withheld. The withholding tax applied to the accounts in Composite are tax rates on US based investors, where as the withholding tax applied to the benchmark are based on rates that would be applied to a Luxembourg based investor. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions, but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U. S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the Global Systematic accounts was as follows:

- 0.750% on first \$50 million
- 0.600% on next \$50 million
- 0.50% thereafter

**Investments in overseas markets may pose special risks, including currency fluctuation and political risks, and the portfolio is expected to be more volatile than a U.S.-only portfolio.**

## Fee Schedule (\$ US) and Disclosure – Global Systematic

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE GLOBAL SYSTEMATIC COMPOSITE FOR THE INVESTMENT PERIOD PRESENTED FROM NOVEMBER 1, 2004 (INCEPTION) TO DECEMBER 31, 2009

| Global Systematic Composite |                              |                         |                       |                            |                      |   |                             |  |  |
|-----------------------------|------------------------------|-------------------------|-----------------------|----------------------------|----------------------|---|-----------------------------|--|--|
| Year                        | Annual Returns               |                         |                       | # of Accounts in Composite | Composite Dispersion | Summary Information                     |                             | Composite Assets as % of Total Firm Assets |  |
|                             | MSCI World Index Returns (1) | Gross Composite Returns | Net Composite Returns |                            |                      | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) |  |  |
| (2) 2004                    | 9.35%                        | 8.45%                   | 8.45%                 | 1                          | -                    | \$ 5                                    | \$ 12,949                   | 0.04%                                      |  |
| 2005                        | 10.02                        | 16.30                   | 16.21                 | 1                          | -                    | 122                                     | 14,798                      | 0.82                                       |  |
| 2006                        | 20.65                        | 22.73                   | 22.48                 | 2                          | -                    | 276                                     | 14,773                      | 1.87                                       |  |
| 2007                        | 9.57                         | 7.55                    | 7.29                  | 3                          | -                    | 526                                     | 14,013                      | 3.75                                       |  |
| 2008                        | -40.33                       | -41.26                  | -41.38                | 3                          | -                    | 357                                     | 7,872                       | 4.53                                       |  |
| (3) 2009                    | 30.79%                       | 25.68%                  | 25.42%                | 3                          | -                    | \$ 407                                  | 9,916                       | 4.10%                                      |  |

(1) The Morgan Stanley Capital International (MSCI) World Index returns, which do not reflect the deductions of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period returns, November 1, 2004 through December 31, 2004 have not been annualized.

(3) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**INTERNATIONAL GROWTH COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE INTERNATIONAL GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM MARCH 1, 1996 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

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The International Growth Composite ("Composite") consists of accounts that invest in equity investments of non-U.S. companies, with emerging countries exposure between 0% and 20%. The Composite was created on March 1, 1996. The Composite includes all discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month, and effective January 1, 2000 having a minimum account size of \$10 million for inclusion in the Composite. No leverage has been used in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. A complete list and description of the Firm's composites and presentations and additional information regarding the firm's policies and procedures for calculating and reporting performance results are available upon request by contacting (619) 687-2800, or writing Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends (net of withholding tax) and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. The monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. The Morgan Stanley Capital International (MSCI) Europe, Australia, Far East (EAFE) Index is an unmanaged index of over 900 companies, and is a generally accepted benchmark for major overseas markets. The MSCI EAFE Index weightings represent the relative capitalization of the major overseas markets included in the index on a U.S. dollar adjusted basis. The withholding tax applied to the accounts in Composite are tax rates on US based investors, where as the withholding tax applied to the benchmark are based on rates that would be applied to a Luxembourg based investor. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions, but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U. S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for International Growth accounts was as follows:

0.850% on first \$10 million  
0.800% on next \$15 million  
0.750% on next \$25 million  
0.500% thereafter

Investments in overseas markets may pose special risks, including currency fluctuation and political risks, and the portfolio is expected to be more volatile than a U.S.-only portfolio. These risks are generally intensified for investments in emerging markets.

## Fee Schedule (\$ US) and Disclosure – International Growth

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE INTERNATIONAL GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM MARCH 1, 1996 (INCEPTION) TO DECEMBER 31, 2009

| International Growth Composite |                             |                         |                       |                            |                      |   |                             |  |  |
|--------------------------------|-----------------------------|-------------------------|-----------------------|----------------------------|----------------------|---|-----------------------------|--|--|
| Year                           | Annual Returns              |                         |                       |                            | Summary Information  |   |                             |  |  |
|                                | MSCI EAFE Index Returns (1) | Gross Composite Returns | Net Composite Returns | # of Accounts in Composite | Composite Dispersion | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) | Composite Assets as % of Total Firm Assets |  |
| (2)1996                        | 5.52%                       | 12.87%                  | 12.01%                | 2                          | -                    | \$ 40                                   | \$ 25,503                   | 0.16%                                      |  |
| 1997                           | 2.06                        | 32.47                   | 30.43                 | 5                          | -                    | 38                                      | 25,084                      | 0.15                                       |  |
| 1998                           | 20.33                       | 23.65                   | 22.26                 | 7                          | 0.08                 | 308                                     | 28,727                      | 1.07                                       |  |
| 1999                           | 27.30                       | 69.72                   | 68.21                 | 12                         | 1.90                 | 2,496                                   | 34,800                      | 7.17                                       |  |
| 2000                           | -13.96                      | -23.62                  | -24.27                | 21                         | 0.66                 | 2,789                                   | 29,127                      | 9.58                                       |  |
| 2001                           | -21.21                      | -27.58                  | -27.96                | 26                         | 0.43                 | 2,113                                   | 21,798                      | 9.69                                       |  |
| 2002                           | -15.66                      | -18.32                  | -18.80                | 18                         | 0.47                 | 1,587                                   | 14,703                      | 10.79                                      |  |
| 2003                           | 39.17                       | 34.23                   | 33.57                 | 8                          | 0.48                 | 914                                     | 16,096                      | 5.68                                       |  |
| 2004                           | 20.70                       | 15.87                   | 15.26                 | 4                          | -                    | 159                                     | 12,949                      | 1.23                                       |  |
| 2005                           | 14.02                       | 23.89                   | 23.30                 | 5                          | -                    | 862                                     | 14,798                      | 5.83                                       |  |
| (3)2006                        | 26.86                       | 22.28                   | 21.81                 | 3                          | -                    | 911                                     | 14,773                      | 6.17                                       |  |
| 2007                           | 11.63                       | 23.30                   | 22.86                 | 2                          | -                    | 976                                     | 14,013                      | 6.96                                       |  |
| 2008                           | -43.06                      | -43.22                  | -43.43                | 2                          | -                    | 489                                     | 7,872                       | 6.22                                       |  |
| (4)2009                        | 32.46%                      | 26.37%                  | 25.84%                | 2                          | -                    | \$ 632                                  | 9,916                       | 6.38%                                      |  |

(1) The Morgan Stanley Capital International (MSCI) Europe, Australia, Far East (EAFE) Index returns, which do not reflect the deductions of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period returns, March 1, 1996 through December 31, 1996 have not been annualized.

(3) The Gross Composite Return, Number of Accounts in Composite, Composite Dispersion, Assets in Composite, and Composite Assets as a % of Total Firm Assets were revised from 22.30%, 4, \$919, and 6.22%, respectively, related to the removal of one account that had an asset level that did not meet the minimum account size of \$10,000,000 at 12/31/2006.

(4) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**INTERNATIONAL SMALL CAP GROWTH COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE INTERNATIONAL SMALL CAP GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JANUARY 1, 2001 (INCEPTION) TO DECEMBER 31, 2009**

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Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The International Small Cap Growth Composite (the "Composite"), consists of accounts that invest in non-U.S. growth equities within market capitalization range of the S&P Developed Ex-US Small Cap Growth Index, measured on a quarterly basis. The Composite was created on July 1, 2005, with an inception date of January 1, 2001. On July 1, 2005 Nicholas-Applegate Capital Management acquired international Equity assets from another investment management firm. The acquisition included all of the assets in this Composite as of that date. Effective July 1, 2005, NACM has assumed ownership of the performance results presented above and has met all portability requirements as outlined under GIPS. For additional information regarding this transition, please contact Performance Measurement at (619) 652-5154. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month and effective July 1, 2005 with a minimum account size of \$10 million for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the Composite. Prior to January 1, 2009 there was a significant cash flow policy historically applied stating in the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. A complete list and description of the Firm's composites and presentations and additional information regarding the Firm's policies and procedures for calculating and reporting performance results are available upon request by contacting (619) 687-2800, or writing Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends (net of withholding tax) and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding the policies for calculating and reporting returns is available upon request by contacting Nicholas-Applegate. The S&P Developed Ex-US Small Cap Growth Index is a market capitalization weighted index measuring capital appreciation. It is defined as an unmanaged world equity index representative of small capitalization securities, defined as the bottom 20% of any given country's available market capitalization excluding the U.S. Major corporate events such as extraordinary dividends, spin-offs, scrip issues in other securities, and shares repurchased via tender offers are accounted for in the calculation. The withholding tax applied to the accounts in Composite are tax rates on U.S.-based investors, where as the withholding tax applied to the benchmark are based on rates that would be applied to a Luxembourg based investor. The index is unmanaged; however, total rates of return, including all payments to shareholders, are calculated and published each month-end. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented. The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for International Small Cap Growth accounts was as follows:

- 1.000% on first \$50 million
- 0.850% on next \$50 million
- 0.700% thereafter

Small- and mid-cap stocks may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

Investments in overseas markets may pose special risks, including currency fluctuation and political risks, and the portfolio is expected to be more volatile than a U.S.-only portfolio. These risks are generally intensified for investments in emerging markets.

## Fee Schedule (\$ US) and Disclosure – International Small Cap Growth

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE INTERNATIONAL SMALL CAP GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JANUARY 1, 2001 (INCEPTION) TO DECEMBER 31, 2009

| International Small Cap Growth Composite |  |                         |                       |                            |                      |   |                        |  |  |
|--|--|-------------------------|-----------------------|----------------------------|----------------------|---|------------------------|--|--|
| Year                                     | Annual Returns   |                         |                       |                            | Summary Information  |   |                        |  |  |
|  | S&P Developed Ex-US Small Cap Growth Index Returns (1,4) | Gross Composite Returns | Net Composite Returns | # of Accounts in Composite | Composite Dispersion | Amount of Assets in Composite (US\$Mil) |                        | Composite Assets as % of Total Firm Assets |  |
|  |  |                         |                       |                            |                      | Total Firm Assets (US\$Mil)             | % of Total Firm Assets |  |  |
| (2) 2001                                 | -22.70%  | -15.11%                 | -15.97%               | 1                          | -                    | \$ 1                                    | \$ 21,798              | N/A  |  |
| (2) 2002                                 | -13.10   | -9.84                   | -10.75                | 1                          | -                    | 1                                       | 14,703                 | N/A  |  |
| (2) 2003                                 | 50.20  | 72.40                   | 70.75                 | 1                          | -                    | 1                                       | 16,096                 | N/A  |  |
| (2) 2004                                 | 26.20  | 29.42                   | 28.16                 | 1                          | -                    | 1                                       | 12,949                 | N/A  |  |
| 2005                                     | 21.42  | 33.04                   | 32.18                 | 4                          | -                    | 307                                     | 14,798                 | 2.07                                       |  |
| 2006                                     | 27.77  | 31.13                   | 30.17                 | 4                          | -                    | 411                                     | 14,773                 | 2.78                                       |  |
| 2007                                     | 7.99   | 21.67                   | 20.84                 | 2                          | -                    | 170                                     | 14,013                 | 1.21                                       |  |
| 2008                                     | -49.02   | -47.66                  | -48.01                | 2                          | -                    | 101                                     | 7,872                  | 1.28                                       |  |
| (3) 2009                                 | 48.19%   | 49.94%                  | 48.97%                | 2                          | -                    | \$ 139                                  | 9,916                  | 1.40%                                      |  |

(1) The S&P Developed Ex-US Small Cap Growth Index\* returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison and have not been examined by independent accounts.

(2) The International Small Cap Growth composite was purchased on June 30, 2005, and was therefore not included in the total assets of the Firm from January 1, 2001 through June 29, 2005.

(3) Period has not been examined by independent accountants.

(4) As of October 1, 2008, the S&P/Citi World xUS EMI and S&P/Citi World xUS EMI Growth indices have been renamed the S&P Developed Ex-US Small Cap and S&P Developed Ex-US Small Cap Growth, respectively.

See Notes to Schedule of Investment Performance Results.

**INTERNATIONAL SYSTEMATIC COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE INTERNATIONAL SYSTEMATIC COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JUNE 1, 2001 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The International Systematic Composite (the "Composite") consists of accounts that invest in equity investments of non-U.S. companies. The Composite was created on June 1, 2003. Performance results for the Composite inception on June 1, 2001 and reflect the total returns of the International Systematic Fund managed by Nicholas-Applegate Capital Management prior to the creation date of the Composite on June 1, 2003. The Composite includes all discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month and effective January 1, 2005 having a minimum account size of \$10 million for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. In the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. Additional information regarding policies for calculating reporting returns is available upon request by contacting the Firm. A complete list and description of the Firm's composites and presentations and additional information regarding the firm's policies and procedures for calculating and reporting performance results are available upon request by contacting (619) 687-2800, or writing Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends (net of withholding tax) and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date, and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting NACM. The Morgan Stanley Capital International (MSCI) Europe, Australia, Far East Index (EAFE) is an unmanaged index of over 900 companies and is a generally accepted benchmark for major overseas markets. The MSCI EAFE Index weightings represent the relative capitalization of the major overseas markets included in the index on a U.S. dollar adjusted basis. The withholding tax applied to the accounts in Composite are tax rates on US based investors, where as the withholding tax applied to the benchmark are based on rates that would be applied to a Luxembourg based investor. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U. S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for International Systematic accounts was as follows:

0.750% on first \$50 million, 0.600% on next \$50 million, 0.500% thereafter

Investments in overseas markets may pose special risks, including currency fluctuation and political risks, and the portfolio is expected to be more volatile than a U.S.-only portfolio.

## Fee Schedule (\$ US) and Disclosure – International Systematic

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE INTERNATIONAL SYSTEMATIC COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JUNE 1, 2001 (INCEPTION) TO DECEMBER 31, 2009

| International Systematic Composite |                 |                 |               |                  |            |                           |                                |                              |  |
|------------------------------------|-----------------|-----------------|---------------|------------------|------------|---------------------------|--------------------------------|------------------------------|--|
| Year                               | Annual Returns  |                 |               |                  |            | Summary Information       |                                |                              |  |
|                                    | MSCI EAFE Index | Gross Composite | Net Composite | # of Accounts in | Composite  | Amount of Assets          |                                | Composite Assets             |  |
|                                    | Returns (1)     | Returns         | Returns       | Composite        | Dispersion | in Composite<br>(US\$Mil) | Total Firm Assets<br>(US\$Mil) | as % of Total Firm<br>Assets |  |
| (2,3) 2001                         | -11.68%         | -8.03%          | -8.70%        | 1                | -          | \$ 1                      | \$ 21,798                      | 0.00%                        |  |
| (3) 2002                           | -15.66          | -10.66          | -11.77        | 1                | -          | 9                         | 14,703                         | 0.06                         |  |
| 2003                               | 39.17           | 44.76           | 43.84         | 1                | -          | 9                         | 16,096                         | 0.06                         |  |
| 2004                               | 20.70           | 29.05           | 28.41         | 1                | -          | 12                        | 12,949                         | 0.09                         |  |
| 2005                               | 14.02           | 24.41           | 23.88         | 4                | -          | 429                       | 14,798                         | 2.90                         |  |
| 2006                               | 26.86           | 32.89           | 32.34         | 2                | -          | 880                       | 14,773                         | 5.96                         |  |
| 2007                               | 11.63           | 4.80            | 4.33          | 4                | -          | 853                       | 14,013                         | 6.08                         |  |
| 2008                               | -43.06          | -45.68          | -45.96        | 4                | -          | 286                       | 7,872                          | 3.64                         |  |
| (3)2009                            | 32.46%          | 26.07%          | 25.43%        | 3                | -          | \$ 229                    | 9,916                          | 2.31%                        |  |

(1) The Morgan Stanley Capital International (MSCI) Europe, Australia, Far East (EAFE) Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period returns, June 1, 2001 through December 31, 2001 have not been annualized.

(3) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**CONVERTIBLES COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE CONVERTIBLES COMPOSITE FOR EACH OF EACH OF THE INVESTMENT PERIODS PRESENTED FROM JANUARY 1, 1987 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The Convertibles Composite (the "Composite") consists of accounts that invest primarily in U.S. Dollar denominated, convertible bond and convertible preferred securities. The Composite was created on January 1, 1993, although the Firm has managed a convertibles strategy since January 1, 1987. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks managed by NACM for at least one full month, and effective January 1, 2000, having a minimum account size of \$10 million for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. In the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. As of 12/15/09 the name of the composite changed from US Convertibles Composite to Convertibles Composite. Additional information regarding policies for calculation and reporting returns is available upon request by contacting the Firm. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. Effective December 31, 2004, the Credit Suisse First Boston (CSFB) Convertibles Index was retired. Beginning January 1, 2005, the Merrill Lynch All Convertibles, All Qualities Index linked to the Credit Suisse First Boston (CSFB) Convertibles Index. As of 12/1/09 the name of the index changed from Merrill Lynch All Convertibles, All Qualities Index to Bank of America Merrill Lynch All Convertibles, All Qualities Index. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions, and bond index returns include all payments to bondholders but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the Convertibles accounts was as follows:

0.750% on first \$50 M  
0.625% on next \$50 M  
0.500% thereafter

Convertible securities are often rated below-investment-grade or not rated because they fall below debt obligations and just above common equity in order of preference or priority on the issuer's balance sheet. Hence an issuer with investment grade senior debt may issue convertible securities with ratings less than investment grade or not rated.

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE CONVERTIBLES COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JANUARY 1, 1987 (INCEPTION) TO DECEMBER 31, 2009

| Convertibles Composite |  |                            |                          |                               |                         |   |                                |  |  |
|------------------------|--|----------------------------|--------------------------|-------------------------------|-------------------------|---|--------------------------------|--|--|
| Year                   | Annual Returns   |                            |                          |                               | Summary Information     |   |                                |  |  |
|                        | Bank of America<br>Merrill Lynch All Convertibles /<br>All Qualities Index Returns (1) | Gross Composite<br>Returns | Net Composite<br>Returns | # of Accounts in<br>Composite | Composite<br>Dispersion | Amount of Assets<br>in Composite<br>(US\$Mil) | Total Firm Assets<br>(US\$Mil) | Composite Assets<br>as % of Total Firm<br>Assets |  |
| (2)1987                | -0.22%   | -2.13%                     | -3.09%                   | 1                             | -                       | \$ 2  | \$ 1,053                       | 0.16%  |  |
| (2)1988                | 13.42  | 21.08                      | 19.88                    | 1                             | -                       | 1   | 1,392                          | 0.07   |  |
| (2)1989                | 13.75  | 29.65                      | 28.39                    | 1                             | -                       | 1   | 2,011                          | 0.05   |  |
| (2)1990                | -6.87  | 3.27                       | 2.43                     | 3                             | -                       | 14  | 2,315                          | 0.60   |  |
| (2)1991                | 29.12  | 46.17                      | 45.18                    | 7                             | 2.37                    | 104   | 4,323                          | 2.41   |  |
| (2)1992                | 17.60  | 15.73                      | 14.97                    | 9                             | 0.92                    | 164   | 5,710                          | 2.87   |  |
| 1993                   | 18.56  | 28.71                      | 27.69                    | 16                            | 0.36                    | 347   | 8,016                          | 4.33   |  |
| 1994                   | -4.72  | -6.44                      | -7.44                    | 15                            | 0.68                    | 335   | 8,272                          | 4.05   |  |
| 1995                   | 23.72  | 23.27                      | 22.00                    | 14                            | 0.51                    | 354   | 23,145                         | 1.53   |  |
| 1996                   | 13.85  | 20.38                      | 19.16                    | 11                            | 1.72                    | 358   | 25,503                         | 1.40   |  |
| 1997                   | 16.91  | 23.66                      | 22.43                    | 10                            | 0.80                    | 551   | 25,084                         | 2.20   |  |
| 1998                   | 6.55   | 23.10                      | 21.73                    | 9                             | 1.19                    | 671   | 28,727                         | 2.34   |  |
| 1999                   | 42.27  | 53.34                      | 52.28                    | 8                             | 0.71                    | 1,274   | 34,800                         | 3.66   |  |
| 2000                   | -7.83  | -1.80                      | -2.30                    | 10                            | 0.50                    | 1,052   | 29,127                         | 3.61   |  |
| 2001                   | -6.42  | -16.03                     | -16.43                   | 9                             | 0.20                    | 772   | 21,798                         | 3.54   |  |
| 2002                   | -8.13  | -12.70                     | -13.10                   | 8                             | 0.11                    | 506   | 14,703                         | 3.44   |  |
| 2003                   | 27.99  | 28.91                      | 28.30                    | 6                             | 0.16                    | 603   | 16,096                         | 3.75   |  |
| 2004                   | 7.89   | 12.51                      | 12.07                    | 5                             | -                       | 623   | 12,949                         | 4.81   |  |
| 2005                   | 1.01   | 7.80                       | 7.35                     | 5                             | -                       | 663   | 14,798                         | 4.48   |  |
| 2006                   | 12.83  | 13.88                      | 13.42                    | 5                             | -                       | 887   | 14,773                         | 6.00   |  |
| 2007                   | 4.53   | 17.52                      | 16.99                    | 4                             | -                       | 717   | 14,013                         | 5.11   |  |
| 2008                   | -35.73   | -28.11                     | -28.44                   | 5                             | -                       | 743   | 7,872                          | 9.44   |  |
| (2,3)2009              | 49.13%   | 39.17%                     | 38.52%                   | 4                             | -                       | \$ 1,036                                      | 9,916                          | 10.45%   |  |

(1) The Credit Suisse First Boston (CSFB) Convertibles Index returns from January 1, 1987 Inception through December 31, 2004 and the Bank of America Merrill Lynch All Convertibles, All Qualities from 1/1/2005 to present, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Period has not been examined by independent accountants.

(3) As of December 15, 2009, the name of the US Convertibles Composite changed to Convertibles.

See Notes to Schedule of Investment Performance Results.

**HIGH YIELD COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE HIGH YIELD COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM APRIL 1, 1994 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls Nicholas-Applegate and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. The Firm also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The High Yield Composite (the "Composite") consists of accounts that invest primarily in below investment grade corporate securities as rated by Standard & Poor's or Moody's credit rating services. The Composite was created on April 1, 1994. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month, and effective January 1, 2000, having a minimum account size of \$20 million for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. In the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. As of 12/15/09 the name of the composite changed from US High Yield Composite to High Yield Composite. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. As of 12/01/09 the index name changed from Merrill Lynch High Yield Master II Index to Bank of America Merrill Lynch High Yield Master II Index. The index represents a broad set of High Yield issues. The Bank of America Merrill Lynch High Yield Master II Index captures the performance of below investment-grade debt issued by corporations domiciled in the United States or Canada. This index includes cash-pay and deferred-interest securities. Unless otherwise noted, bond index returns include all payments to bondholders, but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the High Yield accounts was as follows:

0.55% on first \$50 Million

0.40% on next \$50 Million

Negotiable thereafter

High yield bonds are either rated in the lowest category of investment grade or below-investment-grade.

Below-investment-grade bonds have a higher default risk than investment grade bonds, are generally uncollateralized and subordinated to other outstanding debt of the issuer, and are considered predominantly speculative.

## Fee Schedule (\$ US) and Disclosure –High Yield

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE HIGH YIELD COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM APRIL 1, 1994 (INCEPTION) TO DECEMBER 31, 2009

| Year       | High Yield Composite   |                         |                       |                            |                      | Summary Information    |                             |  |
|------------|--|-------------------------|-----------------------|----------------------------|----------------------|------------------------|-----------------------------|--|
|            | Bank of America Merrill Lynch High Yield Master II Index Returns (1) | Annual Returns          |                       | # of Accounts in Composite | Composite Dispersion | Amount of Assets       |                             | Composite Assets as % of Total Firm Assets |
|            |  | Gross Composite Returns | Net Composite Returns |                            |                      | in Composite (US\$Mil) | Total Firm Assets (US\$Mil) |  |
| (2) 1994   | 0.81%  | 1.45%                   | 1.45%                 | 1                          | -                    | \$ 1                   | \$ 8,272                    | 0.01%                                      |
| 1995       | 20.46  | 19.97                   | 19.45                 | 1                          | -                    | 6                      | 23,145                      | 0.03                                       |
| 1996       | 11.27  | 22.63                   | 21.87                 | 1                          | -                    | 4                      | 25,503                      | 0.02                                       |
| 1997       | 13.27  | 22.62                   | 21.74                 | 2                          | -                    | 31                     | 25,084                      | 0.12                                       |
| 1998       | 2.95   | 3.33                    | 2.72                  | 7                          | -                    | 207                    | 28,727                      | 0.72                                       |
| 1999       | 2.51   | 9.34                    | 8.88                  | 2                          | -                    | 103                    | 34,800                      | 0.30                                       |
| 2000       | -5.12  | -3.02                   | -3.50                 | 5                          | 0.13                 | 370                    | 29,127                      | 1.27                                       |
| 2001       | 4.48   | 4.37                    | 3.97                  | 7                          | 0.12                 | 588                    | 21,798                      | 2.70                                       |
| 2002       | -1.90  | 4.75                    | 4.31                  | 8                          | 0.11                 | 756                    | 14,703                      | 5.14                                       |
| 2003       | 28.14  | 21.28                   | 20.79                 | 8                          | 0.15                 | 914                    | 16,096                      | 5.68                                       |
| 2004       | 10.87  | 8.78                    | 8.34                  | 8                          | 0.06                 | 938                    | 12,949                      | 7.24                                       |
| 2005       | 2.74   | 3.88                    | 3.45                  | 7                          | 0.09                 | 813                    | 14,798                      | 5.49                                       |
| 2006       | 11.77  | 10.22                   | 9.77                  | 7                          | 0.22                 | 803                    | 14,773                      | 5.44                                       |
| 2007       | 2.19   | 4.24                    | 3.82                  | 6                          | 0.04                 | 620                    | 14,013                      | 4.42                                       |
| 2008       | -26.39   | -19.68                  | -20.01                | 5                          | -                    | 375                    | 7,872                       | 4.76                                       |
| (3,4) 2009 | 57.51%   | 46.47%                  | 45.82%                | 5                          | -                    | \$ 457                 | 9,916                       | 4.61%                                      |

(1) The Bank of America Merrill Lynch High Yield Master II Index returns, which do not reflect the deduction of investment fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period returns, April 1, 1994 through December 31, 1994 have not been annualized.

(3) Period has not been examined by independent accountants.

(4) As of December 15, 2009, the name of the US High Yield Composite changed to High Yield.

See Notes to Schedule of Investment Performance Results.

**US EMERGING GROWTH COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US EMERGING GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM SEPTEMBER 1, 1984 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The US Emerging Growth Composite (the "Composite") consists of accounts that invest primarily in domestic growth equities with a market capitalization range equivalent of the Russell 2000 Growth Index. The Composite was created on January 1, 1993, although the Firm has managed an Emerging Growth strategy since September 1, 1984. The Composite includes all actual fee-paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month, and, effective January 1, 2000, having a minimum account size of \$5 million for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. In the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date, and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting Nicholas-Applegate. The Russell 2000 Growth Index is an unmanaged index comprised of those Russell 2000 companies with higher price-to-book ratios and higher forecasted growth values. The Russell 2000 Index is an unmanaged index generally representative of the 2,000 smallest companies in the Russell 3000 Index, which represents approximately 10% of the total market capitalization of the Russell 3000 Index. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions, but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the US Emerging Growth accounts is as follows:

1.000% on the first \$25 M  
0.900% on the next \$25 M  
0.800% thereafter

Small-cap stocks may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US EMERGING GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM SEPTEMBER 1, 1984 (INCEPTION) TO DECEMBER 31, 2009

| US Emerging Growth Composite |                                       |                         |                       |                            |                      |   |                             |  |  |
|------------------------------|---------------------------------------|-------------------------|-----------------------|----------------------------|----------------------|---|-----------------------------|--|--|
| Year                         | Annual Returns                        |                         |                       | # of Accounts in Composite | Composite Dispersion | Summary Information                     |                             |  |  |
|                              | Russell 2000 Growth Index Returns (1) | Gross Composite Returns | Net Composite Returns |                            |                      | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) | Composite Assets as % of Total Firm Assets |  |
| (2,3) 1984                   | -8.06%                                | -5.62%                  | -5.93%                | 10                         | 3.19                 | \$ 61                                   | \$ 89                       | 68.66%                                     |  |
| (3) 1985                     | 30.97                                 | 37.36                   | 36.10                 | 21                         | 7.87                 | 341                                     | 568                         | 59.97                                      |  |
| (3) 1986                     | 3.58                                  | 9.15                    | 8.09                  | 24                         | 7.26                 | 556                                     | 866                         | 64.17                                      |  |
| (3) 1987                     | -10.48                                | -3.02                   | -4.08                 | 24                         | 7.20                 | 481                                     | 1,053                       | 45.72                                      |  |
| (3) 1988                     | 20.37                                 | 21.60                   | 20.49                 | 23                         | 7.06                 | 679                                     | 1,392                       | 48.74                                      |  |
| (3) 1989                     | 20.17                                 | 29.70                   | 28.62                 | 30                         | 6.24                 | 1,053                                   | 2,011                       | 52.36                                      |  |
| (3) 1990                     | -17.41                                | -6.51                   | -7.29                 | 33                         | 4.92                 | 1,097                                   | 2,315                       | 47.41                                      |  |
| (3) 1991                     | 51.19                                 | 67.48                   | 66.01                 | 37                         | 8.48                 | 1,789                                   | 4,323                       | 41.39                                      |  |
| (3) 1992                     | 7.77                                  | 10.96                   | 9.97                  | 44                         | 5.32                 | 2,074                                   | 5,710                       | 36.31                                      |  |
| 1993                         | 13.37                                 | 18.70                   | 17.59                 | 43                         | 3.44                 | 1,956                                   | 8,016                       | 24.40                                      |  |
| 1994                         | -2.43                                 | -1.59                   | -2.68                 | 48                         | 3.36                 | 1,910                                   | 8,272                       | 23.10                                      |  |
| 1995                         | 31.04                                 | 37.64                   | 36.04                 | 46                         | 4.61                 | 2,527                                   | 23,145                      | 10.92                                      |  |
| 1996                         | 11.26                                 | 20.60                   | 19.08                 | 51                         | 5.88                 | 2,710                                   | 25,503                      | 10.62                                      |  |
| 1997                         | 12.95                                 | 13.53                   | 12.11                 | 47                         | 4.08                 | 2,374                                   | 25,084                      | 9.46                                       |  |
| 1998                         | 1.23                                  | 9.38                    | 7.96                  | 46                         | 5.50                 | 2,296                                   | 28,727                      | 7.99                                       |  |
| 1999                         | 43.09                                 | 95.72                   | 93.65                 | 45                         | 5.20                 | 3,748                                   | 34,800                      | 10.77                                      |  |
| 2000                         | -22.43                                | -20.87                  | -21.88                | 42                         | 4.47                 | 2,041                                   | 29,127                      | 7.01                                       |  |
| 2001                         | -9.23                                 | -20.79                  | -21.54                | 39                         | 3.29                 | 1,785                                   | 21,798                      | 8.19                                       |  |
| 2002                         | -30.26                                | -30.35                  | -31.02                | 32                         | 1.99                 | 1,052                                   | 14,703                      | 7.16                                       |  |
| 2003                         | 48.54                                 | 43.95                   | 42.62                 | 23                         | 4.30                 | 1,084                                   | 16,096                      | 6.73                                       |  |
| 2004                         | 14.31                                 | 15.46                   | 14.47                 | 15                         | 1.48                 | 716                                     | 12,949                      | 5.53                                       |  |
| 2005                         | 4.14                                  | 13.60                   | 12.56                 | 12                         | 0.34                 | 636                                     | 14,798                      | 4.30                                       |  |
| 2006                         | 13.36                                 | 15.11                   | 14.06                 | 11                         | 1.02                 | 611                                     | 14,773                      | 4.14                                       |  |
| 2007                         | 7.05                                  | 21.04                   | 19.95                 | 12                         | 0.48                 | 689                                     | 14,013                      | 4.91                                       |  |
| 2008                         | -38.54                                | -46.51                  | -46.99                | 10                         | 0.23                 | 299                                     | 7,872                       | 3.79                                       |  |
| (3) 2009                     | 34.47%                                | 44.42%                  | 43.18%                | 9                          | 0.28                 | \$ 498                                  | 9,916                       | 5.02%                                      |  |

(1) The Russell 2000 Growth Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period returns, September 1, 1984 through December 31, 1984 have not been annualized.

(3) Period has not been examined by Independent Accountants.

See Notes to Schedule of Investment Performance Results.

**US MICRO CAP COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US MICRO CAP COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JULY 1, 1998 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS standards. The effective date of NACM's firm-wide compliance with the GIPS standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The US Micro Cap Composite (the "Composite") consists of accounts that invest primarily in domestic growth equities with a market capitalization range equivalent to the Russell Microcap Growth Index. The Composite was created on June 30, 1998, with an inception date of July 1, 1998. On August 31, 2007, NACM acquired US Micro Cap Growth assets from another investment management firm. The acquisition included all of the assets in this Composite as of that date. Effective September 1, 2007, NACM has assumed ownership of the performance results presented above and has met all portability requirements as outlined under the GIPS standards. For additional information regarding this transition please contact Performance Measurement at (619) 652-5154. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month, and effective September 1, 2007, having a minimum account size of \$5 million for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. In the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. Some accounts may pay performance based fees. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting Nicholas-Applegate. The Russell Microcap Growth Index is an unmanaged index comprised of the Russell Microcap companies with higher price-to-book ratios and higher forecasted growth values. The Russell Microcap Index is an unmanaged index which includes the smallest 1,000 securities in the Russell 2000 Index plus the next 1,000 securities. The Russell 2000 Growth Index is an unmanaged index comprised of those Russell 2000 companies with higher price-to-book ratios and higher forecasted growth values. The Russell 2000 Index is an unmanaged index generally representative of the 2,000 smallest companies in the Russell 3000 Index, which represents approximately 10% of the total market capitalization of the Russell 3000 Index. From July 1, 1998 through August 31, 2007, the Russell 2000 Growth Index was the benchmark. Beginning September 1, 2007, the Russell Microcap Growth Index became the benchmark reported for comparison purposes. After NACM purchased the Micro Cap Growth Composite from another investment management firm, NACM believed the Russell Microcap Growth benchmark was a better comparison to the management style of the composite by NACM. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions, but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee for US Micro Cap accounts was 1.25% of net assets.

Micro-cap stocks may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

## Fee Schedule (\$ US) and Disclosure – US Micro Cap

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US MICRO CAP COMPOSITE FORMERLY KNOWN AS THE US MICRO CAP GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JULY 1, 1998 (INCEPTION) TO DECEMBER 31, 2009

| US Micro Cap Composite |   |                         |                       |   |                            |                      |                             |  |  |
|------------------------|---|-------------------------|-----------------------|---|----------------------------|----------------------|-----------------------------|--|--|
| Year                   | Annual Returns  |                         |                       |   | # of Accounts in Composite | Composite Dispersion | Summary Information         |  |  |
|                        | Russell 2000 Growth / Russell Microcap Growth Index Returns (1) | Gross Composite Returns | Net Composite Returns | Amount of Assets in Composite (US\$Mil) |                            |                      | Total Firm Assets (US\$Mil) | Composite Assets as % of Total Firm Assets |  |
| (2,3,4) 1998           | -4.00   | 9.70                    | 9.01                  | 1                                       | -                          | 21                   | 28,727                      | N/A  |  |
| (3,4) 1999             | 43.08   | 163.45                  | 160.42                | 3                                       | -                          | 92                   | 34,800                      | N/A  |  |
| (3,4) 2000             | -22.43  | 19.55                   | 18.07                 | 5                                       | 0.64                       | 118                  | 29,127                      | N/A  |  |
| (3,4) 2001             | -9.23   | -2.58                   | -3.80                 | 7                                       | 1.04                       | 117                  | 21,798                      | N/A  |  |
| (3,4) 2002             | -30.26  | -31.97                  | -32.85                | 8                                       | 0.12                       | 129                  | 14,703                      | N/A  |  |
| (3,4) 2003             | 48.54   | 70.73                   | 68.70                 | 8                                       | 1.14                       | 201                  | 16,096                      | N/A  |  |
| (3,4) 2004             | 14.31   | 1.86                    | 0.59                  | 13                                      | 0.85                       | 183                  | 12,949                      | N/A  |  |
| (3,4) 2005             | 4.14  | 13.14                   | 11.74                 | 15                                      | 0.37                       | 198                  | 14,798                      | N/A  |  |
| (3,4) 2006             | 13.36   | 14.56                   | 13.15                 | 15                                      | 0.23                       | 224                  | 14,773                      | N/A  |  |
| (4) 2007               | 2.72  | 14.15                   | 12.92                 | 2                                       | -                          | 104                  | 14,013                      | 0.74                                       |  |
| 2008                   | -44.65  | -38.15                  | -38.70                | 5                                       | -                          | 183                  | 7,872                       | 2.33                                       |  |
| (3) 2009               | 39.17%  | 30.27%                  | 29.04%                | 5                                       | -                          | \$ 244               | 9,916                       | 2.47%                                      |  |

(1) The Russell 2000 Growth Index returns from July 1, 1998 through August 30, 2007 and the Russell Microcap Growth Index from September 1, 2007 forward, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period returns, July 1, 1998 through December 31, 1998 have not been annualized.

(3) Period has not been examined by independent accountants.

(4) Periods prior to acquisition of composite, therefore assets in composite were not included in Nicholas-Applegates total firm assets.

See Notes to Schedule of Investment Performance Results.

**US ULTRA MICRO CAP COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US ULTRA MICRO CAP COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM DECEMBER 1, 2006 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The US Ultra Micro Cap Composite (the "Composite"), consists of all accounts purchasing primarily domestic growth equities with market capitalizations below the weighted average market capitalization of the Russell Microcap Growth Index at the time of purchase. The Composite was created on March 1, 2007 with an inception date of December 1, 2006. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month, and effective March 1, 2007, having a minimum account size of \$500,000 for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the Composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. The Russell Microcap Growth Index is an unmanaged index comprised of the Russell Microcap companies with higher price-to-book ratios and higher forecasted growth values. The Russell Microcap Index is an unmanaged index which includes the smallest 1,000 securities in the Russell 2000 Index plus the next 1,000 securities. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions, but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for US Ultra Micro Cap accounts was 1.75% of net assets.

Ultra micro-cap stocks may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

## Fee Schedule (\$ US) and Disclosure – US Ultra Micro Cap

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US ULTRA MICRO CAP COMPOSITE FOR THE INVESTMENT PERIOD PRESENTED FROM DECEMBER 1, 2006 (INCEPTION) TO DECEMBER 31, 2009

| US Ultra Micro Cap Composite |                                       |                             |                       |                            |                      |   |                             |  |  |
|------------------------------|---------------------------------------|-----------------------------|-----------------------|----------------------------|----------------------|---|-----------------------------|--|--|
| Annual Returns               |                                       |                             |                       |                            | Summary Information  |   |                             |  |  |
| Year                         | Russell Microcap Growth Index Returns | Gross Composite Returns (1) | Net Composite Returns | # of Accounts in Composite | Composite Dispersion | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) | Composite Assets as % of Total Firm Assets |  |
| (2,3) 2006                   | 1.04%                                 | -0.39%                      | -0.47%                | 1                          | -                    | \$ 50                                   | \$ 14,773                   | 0.34%                                      |  |
| 2007                         | -2.68                                 | 12.43                       | 11.28                 | 1                          | -                    | 1                                       | 14,013                      | 0.01                                       |  |
| 2008                         | -44.65                                | -41.20                      | -42.16                | 2                          | -                    | 2                                       | 7,872                       | 0.02                                       |  |
| (2) 2009                     | 39.17%                                | 55.91%                      | 53.46%                | 2                          | -                    | \$ 3                                    | 9,916                       | 0.03%                                      |  |

(1) The Russell Microcap Growth Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Period has not been examined by independent accountants.

(3) Partial period returns, December 1, 2006 through December 31, 2006 have not been annualized.

See Notes to Schedule of Investment Performance Results.

**US SMALL-MID CAP GROWTH COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SMALL-MID CAP GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JANUARY 1, 2006 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The US Small-Mid Cap Growth Composite (the "Composite"), consists of accounts that invest primarily in domestic growth equities within market capitalization range of the Russell 2500 Growth Index. The Composite was created on January 1, 2006. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks managed by NACM for at least one full month, and effective January 1, 2006 having a minimum portfolio size of \$3 million. Since inception to July 1, 2007, the Composite consisted of one non fee-paying account. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. The Russell 2500 Growth Index is an unmanaged index comprised of those Russell 2500 companies with higher price-to-book ratios and higher forecasted growth values. Its returns reflect the reinvestment of income dividends and capital gains but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U. S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the US Small-Mid Cap Growth accounts was as follows:

0.850% on first \$20 million

0.70% thereafter

Small- and mid-cap stocks may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

## Fee Schedule (\$ US) and Disclosure – US Small-Mid Cap Growth

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SMALL-MID CAP GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JANUARY 1, 2006 (INCEPTION) TO DECEMBER 31, 2009

| US Small-Mid Cap Growth Composite |                                       |                         |                       |                            |                      |   |                             |  |  |
|-----------------------------------|---------------------------------------|-------------------------|-----------------------|----------------------------|----------------------|---|-----------------------------|--|--|
| Year                              | Annual Returns                        |                         |                       | # of Accounts in Composite | Composite Dispersion | Summary Information                     |                             |  |  |
|                                   | Russell 2500 Growth Index Returns (1) | Gross Composite Returns | Net Composite Returns |                            |                      | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) | Composite Assets as % of Total Firm Assets |  |
| 2006                              | 12.27%                                | 16.56%                  | 16.56%                | 1                          | -                    | \$ 5                                    | 14,773                      | 0.03%                                      |  |
| 2007                              | 9.69                                  | 26.72                   | 26.46                 | 1                          | -                    | 6                                       | 14,013                      | 0.04                                       |  |
| 2008                              | -41.50                                | -44.30                  | -44.58                | 1                          | -                    | 3                                       | 7,872                       | 0.04                                       |  |
| (2) 2009                          | 41.66%                                | 43.30%                  | 42.55%                | 2                          | -                    | \$ 32                                   | 9,916                       | 0.32%                                      |  |

(1) The Russell 2500 Growth Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**US SYSTEMATIC LARGE CAP COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC LARGE CAP COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM MAY 1, 1994 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).  
Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The US Systematic Large Cap Composite (the "Composite") consists of accounts that invest primarily in domestic growth equities with market capitalization range of the Standard & Poor's 500 Index. The Composite was created on May 1, 1994. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month, and effective March 1, 2006, having a minimum account size of \$3 million for inclusion in the Composite. Since April 1, 2006 forward, the Composite consisted of one non-fee paying account. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. Some accounts may pay performance based fees. Prior to January 1, 2009 there was a significant cash flow policy historically applied stating in the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date, and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting Nicholas-Applegate. The Standard & Poor's (S&P) 500 Index is an unmanaged index generally representative of the U.S. Stock Market, without regard to company size. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods may produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the US Systematic Large Cap accounts was as follows:

0.750% on first \$10 million  
0.625% on next \$40 million  
0.500% on next \$50 million  
Negotiable thereafter

## Fee Schedule (\$ US) and Disclosure – US Systematic Large Cap

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC LARGE CAP COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM MAY 1, 1994 (INCEPTION) TO DECEMBER 31, 2009

| US Systematic Large Cap Composite |                           |                         |                       |   |                            |                      |                             |       |  |
|-----------------------------------|---------------------------|-------------------------|-----------------------|---|----------------------------|----------------------|-----------------------------|-------|--|
| Year                              | S&P 500 Index Returns (1) | Annual Returns          |                       |   | # of Accounts in Composite | Composite Dispersion | Summary Information         |       | Composite Assets as % of Total Firm Assets |
|                                   |                           | Gross Composite Returns | Net Composite Returns | Amount of Assets in Composite (US\$Mil) |                            |                      | Total Firm Assets (US\$Mil) |       |  |
| (2) 1994                          | 3.98%                     | 3.33%                   | 2.81%                 | 1                                       | -                          | \$ 6                 | \$ 8,272                    | 0.07% |  |
| 1995                              | 37.59                     | 38.26                   | 37.31                 | 1                                       | -                          | 8                    | 23,145                      | 0.03  |  |
| 1996                              | 22.96                     | 21.10                   | 20.29                 | 2                                       | -                          | 21                   | 25,503                      | 0.08  |  |
| 1997                              | 33.37                     | 31.73                   | 30.84                 | 2                                       | -                          | 27                   | 25,084                      | 0.11  |  |
| 1998                              | 28.58                     | 40.89                   | 40.53                 | 4                                       | -                          | 1,343                | 28,727                      | 4.68  |  |
| 1999                              | 21.04                     | 38.14                   | 37.81                 | 4                                       | -                          | 2,185                | 34,800                      | 6.28  |  |
| 2000                              | -9.10                     | -6.68                   | -6.95                 | 5                                       | -                          | 2,327                | 29,127                      | 7.99  |  |
| 2001                              | -11.88                    | -22.73                  | -22.96                | 3                                       | -                          | 258                  | 21,798                      | 1.18  |  |
| 2002                              | -22.09                    | -20.35                  | -20.71                | 4                                       | -                          | 399                  | 14,703                      | 2.71  |  |
| 2003                              | 28.68                     | 26.31                   | 25.83                 | 4                                       | -                          | 579                  | 16,096                      | 3.60  |  |
| 2004                              | 10.87                     | 11.41                   | 11.03                 | 3                                       | -                          | 677                  | 12,949                      | 5.23  |  |
| 2005                              | 4.90                      | 9.30                    | 8.92                  | 3                                       | -                          | 503                  | 14,798                      | 3.40  |  |
| 2006                              | 15.79                     | 18.21                   | 18.14                 | 1                                       | -                          | 3                    | 14,773                      | 0.02  |  |
| 2007                              | 5.49                      | 13.84                   | 13.76                 | 1                                       | -                          | 4                    | 14,013                      | 0.03  |  |
| 2008                              | -37.00                    | -37.18                  | -37.24                | 1                                       | -                          | 2                    | 7,872                       | 0.03  |  |
| (3) 2009                          | 26.46%                    | 20.72%                  | 20.72%                | 1                                       | -                          | \$ 2                 | 9,916                       | 0.02% |  |

(1) The Standard & Poor's (S&P) 500 Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accounts.

(2) Partial period returns, May 1, 1994 through December 31, 1994 have not been annualized.

(3) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**US SYSTEMATIC LARGE CAP CORE COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC LARGE CAP CORE COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM APRIL 1, 2004 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls Nicholas-Applegate and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. The Firm also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. These retail assets managed on behalf AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The US Systematic Large Cap Core Composite (the "Composite"), consists of accounts that invest primarily in domestic equities with a market capitalization range equivalent of the Standards & Poor's 500 Index. The Composite was created on August 10, 2005, with an inception date of April 1, 2004. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month and, effective March 1, 2006, a minimum account size of \$3 million for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. The Standard & Poor's (S&P) 500 Index is an unmanaged index generally representative of the U.S. Stock Market, without regard to company size. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions, but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the US Systematic Large Cap Core accounts was as follows:

0.600% on first \$10 million  
0.500% on next \$40 million  
0.400% on next \$50 million  
Negotiable thereafter

## Fee Schedule (\$ US) and Disclosure – US Systematic Large Cap Core

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC LARGE CAP CORE COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM APRIL 1, 2004 (INCEPTION) TO DECEMBER 31, 2009

| US Systematic Large Cap Core Composite |                           |                         |                       |                                 |                      |   |                             |  |  |
|--|---------------------------|-------------------------|-----------------------|---------------------------------|----------------------|---|-----------------------------|--|--|
| Annual Returns                         |                           |                         |                       | Summary Information             |                      |   |                             |  |  |
| Year                                   | S&P 500 Index Returns (1) | Gross Composite Returns | Net Composite Returns | Number of Accounts in Composite | Composite Dispersion | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) | Composite Assets as % of Total Firm Assets |  |
| (2,3) 2004                             | 9.04%                     | 9.67%                   | 9.32%                 | 1                               | -                    | \$ 21                                   | \$ 12,949                   | 0.16%                                      |  |
| 2005                                   | 4.90                      | 8.06                    | 7.59                  | 1                               | -                    | 24                                      | 14,798                      | 0.16                                       |  |
| 2006                                   | 15.79                     | 16.46                   | 16.01                 | 1                               | -                    | 32                                      | 14,773                      | 0.22                                       |  |
| 2007                                   | 5.49                      | 12.04                   | 11.66                 | 1                               | -                    | 37                                      | 14,013                      | 0.26                                       |  |
| 2008                                   | -37.00                    | -38.14                  | -38.39                | 1                               | -                    | 20                                      | 7,872                       | 0.25                                       |  |
| (3) 2009                               | 26.46%                    | 22.19%                  | 21.67%                | 1                               | -                    | \$ 37                                   | 9,916                       | 0.37%                                      |  |

(1) The Standard & Poor's (S&P) 500 Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accounts.

(2) Partial period returns, April 1, 2004 through December 31, 2004 have not been annualized.

(3) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**US SYSTEMATIC LARGE CAP GROWTH COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC LARGE CAP GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM MAY 1, 1993 (INCEPTION) TO DECEMBER 31, 2009**

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The US Systematic Large Cap Growth Composite, (the Composite) consists primarily of domestic growth equities with market capitalization range equivalent to the Russell 1000 Growth Index. The Composite was created on May 1, 1993. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month having a minimum account size of \$3 million for inclusion in the composite. The Composite can include both tax-exempt and taxable accounts and all reinvestment of earnings. No leverage has been used in the accounts included in the Composite. In the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting Nicholas-Applegate. The Russell 1000 Growth Index measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth values. The Russell 1000 Index consists of the 1,000 largest securities in the Russell 3000 Index, which represents approximately 90% of the total market capitalization of the Russell 3000 Index. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted portfolio returns represented within the composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's investment advisory fee schedule for the US Systematic Large Cap Growth accounts was as follows:

0.750% on first \$10 million  
0.625% on next \$40 million  
0.500% on next \$50 million  
Negotiable thereafter

## Fee Schedule (\$ US) and Disclosure – US Systematic Large Cap Growth

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC LARGE CAP GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM MAY 1, 1993 (INCEPTION) TO DECEMBER 31, 2009

| US Systematic Large Cap Growth Composite |                                       |                         |                       |                            |                      |   |                             |  |  |
|--|---------------------------------------|-------------------------|-----------------------|----------------------------|----------------------|---|-----------------------------|--|--|
| Year                                     | Annual Returns                        |                         |                       | Summary Information        |                      |   |                             |  |  |
|  | Russell 1000 Growth Index Returns (1) | Gross Composite Returns | Net Composite Returns | # of Accounts in Composite | Composite Dispersion | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) | Composite Assets as % of Total Firm Assets |  |
| (2) 1993                                 | 8.09%                                 | 15.32%                  | 15.06%                | 7                          | -                    | \$ 134                                  | \$ 8,016                    | 1.67%                                      |  |
| 1994                                     | 2.62                                  | 3.07                    | 2.78                  | 16                         | 1.00                 | 296                                     | 8,272                       | 3.58                                       |  |
| 1995                                     | 37.18                                 | 37.05                   | 36.63                 | 22                         | 1.30                 | 561                                     | 23,145                      | 2.42                                       |  |
| 1996                                     | 23.12                                 | 20.91                   | 20.54                 | 28                         | 1.49                 | 939                                     | 25,503                      | 3.68                                       |  |
| 1997                                     | 30.49                                 | 31.07                   | 30.68                 | 36                         | 2.27                 | 1,350                                   | 25,084                      | 5.38                                       |  |
| 1998                                     | 38.71                                 | 46.88                   | 46.45                 | 44                         | 5.07                 | 2,051                                   | 28,727                      | 7.14                                       |  |
| 1999                                     | 33.16                                 | 49.57                   | 49.15                 | 60                         | 2.16                 | 3,407                                   | 34,800                      | 9.79                                       |  |
| 2000                                     | -22.42                                | -22.71                  | -23.01                | 84                         | 0.88                 | 2,530                                   | 29,127                      | 8.69                                       |  |
| 2001                                     | -20.42                                | -27.23                  | -27.43                | 86                         | 0.36                 | 2,918                                   | 21,798                      | 13.39                                      |  |
| 2002                                     | -27.88                                | -27.21                  | -27.43                | 70                         | 0.72                 | 1,906                                   | 14,703                      | 12.96                                      |  |
| 2003                                     | 29.75                                 | 28.58                   | 28.21                 | 41                         | 1.08                 | 2,244                                   | 16,096                      | 13.94                                      |  |
| 2004                                     | 6.31                                  | 8.61                    | 8.27                  | 25                         | 0.98                 | 629                                     | 12,949                      | 4.86                                       |  |
| 2005                                     | 5.26                                  | 6.43                    | 6.02                  | 23                         | 0.86                 | 627                                     | 14,798                      | 4.24                                       |  |
| (3) 2006                                 | 9.06                                  | 13.92                   | 13.52                 | 10                         | 0.97                 | 183                                     | 14,773                      | 1.24                                       |  |
| 2007                                     | 11.81                                 | 19.16                   | 18.74                 | 11                         | 0.24                 | 235                                     | 14,013                      | 1.68                                       |  |
| 2008                                     | -38.44                                | -39.64                  | -39.85                | 8                          | 0.50                 | 134                                     | 7,872                       | 1.70                                       |  |
| (4) 2009                                 | 37.21%                                | 31.69%                  | 31.22%                | 7                          | 0.49                 | \$ 140                                  | 9,916                       | 1.41%                                      |  |

(1) The Russell 1000 Growth Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period returns, May 1, 1993 through December 31, 1993 have not been annualized.

(3) The Number of Accounts in Composite, Composite Dispersion, Amount of Assets in Composite, and Composite Assets as a % of Total Firm Assets were revised from 12,0.87, 187.47 and 1.27% respectively, related to the removal of two accounts that had assets that did not meet the minimum account size of \$3,000,000 at year end.

(4) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**US SYSTEMATIC MID CAP COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC MID CAP COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JANUARY 1, 1999 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The US Systematic Mid Cap Composite (the "Composite") consists of accounts that invest primarily in domestic growth equities with market capitalization range of the Standards & Poor's MidCap 400 Index. The Composite was created on January 1, 1999. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month, and beginning March 1, 2006, having a minimum account size of \$3 million for inclusion in the Composite. Since April 1, 2006, the US Systematic Mid Cap Composite consisted of one non fee-paying account. The Composite includes both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting Nicholas-Applegate. The Standard & Poor's (S&P) MidCap 400 Index is an unmanaged index generally representative of U.S. Midcap companies. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions, but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the US Systematic Mid Cap accounts was as follows:

- 0.750% on first \$25 million
- 0.625% on next \$75 million
- 0.500% thereafter

Mid-cap stocks may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

## Fee Schedule (\$ US) and Disclosure – US Systematic Mid Cap

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC MID CAP COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JANUARY 1, 1999 (INCEPTION) TO DECEMBER 31, 2009

| US Systematic Mid Cap Composite |                                  |                         |                       |                                 |                      |   |                             |  |  |
|---------------------------------|----------------------------------|-------------------------|-----------------------|---------------------------------|----------------------|---|-----------------------------|--|--|
| Year                            | Annual Returns                   |                         |                       | Number of Accounts in Composite | Composite Dispersion | Summary Information                     |                             | Composite Assets as % of Total Firm Assets |  |
|                                 | S&P MidCap 400 Index Returns (1) | Gross Composite Returns | Net Composite Returns |                                 |                      | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) |  |  |
| (2) 1999                        | 14.71%                           | 18.54%                  | 17.83%                | 3                               | -                    | \$ 139                                  | \$ 34,800                   | 0.40%                                      |  |
| (2) 2000                        | 17.49                            | 11.39                   | 10.54                 | 3                               | -                    | 148                                     | 29,127                      | 0.51                                       |  |
| (2) 2001                        | -0.61                            | -10.28                  | -10.73                | 3                               | -                    | 133                                     | 21,798                      | 0.61                                       |  |
| (2) 2002                        | -14.51                           | -9.89                   | -10.45                | 2                               | -                    | 24                                      | 14,703                      | 0.16                                       |  |
| (2) 2003                        | 35.63                            | 37.55                   | 36.54                 | 1                               | -                    | 25                                      | 16,096                      | 0.16                                       |  |
| 2004                            | 16.53                            | 18.44                   | 17.57                 | 1                               | -                    | 12                                      | 12,949                      | 0.09                                       |  |
| 2005                            | 12.56                            | 13.12                   | 12.28                 | 1                               | -                    | 13                                      | 14,798                      | 0.09                                       |  |
| 2006                            | 10.32                            | 14.58                   | 14.37                 | 1                               | -                    | 3                                       | 14,773                      | 0.02                                       |  |
| 2007                            | 7.97                             | 3.11                    | 3.11                  | 1                               | -                    | 3                                       | 14,013                      | 0.02                                       |  |
| 2008                            | -36.23                           | -34.97                  | -34.97                | 1                               | -                    | 2                                       | 7,872                       | 0.03                                       |  |
| (2) 2009                        | 37.38%                           | 39.66%                  | 39.66%                | 1                               | -                    | \$ 3                                    | 9,916                       | 0.03%                                      |  |

(1) The Standard and Poor's (S&P) MidCap 400 Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**US SYSTEMATIC MID CAP GROWTH COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC MID CAP GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM APRIL 1, 1997 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The US Systematic Mid Cap Growth Composite (the "Composite") consists of accounts that invest primarily in domestic growth equities with market capitalization of the Russell Midcap Growth Index. The Composite was created on April 1, 1997. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month, and effective March 1, 2006, having a minimum account size of \$3 million for inclusion in the Composite. At December 31, 2007, the Composite consisted of one non fee-paying account. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. Prior to January 1, 2009 there was a significant cash flow policy historically applied stating in the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting Nicholas-Applegate. Russell Midcap Growth Index measures the performance of those Russell Midcap companies with higher price-to-book ratios and higher forecasted growth values. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars. Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the US Systematic Mid Cap Growth accounts was as follows:

0.750% on first \$25 million

0.625% on next \$75 million

0.500% thereafter

Mid-cap stocks may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

## Fee Schedule (\$ US) and Disclosure – US Systematic Mid Cap Growth

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC MID CAP GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM APRIL 1, 1997 (INCEPTION) TO DECEMBER 31, 2009

| US Systematic Mid Cap Growth Composite |   |                         |                       |                            |                      |   |                             |  |  |
|--|---|-------------------------|-----------------------|----------------------------|----------------------|---|-----------------------------|--|--|
| Year                                   | Annual Returns                          |                         |                       |                            | Summary Information  |   |                             |  |  |
|  | Russell Midcap Growth Index Returns (1) | Gross Composite Returns | Net Composite Returns | # of Accounts in Composite | Composite Dispersion | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) | Composite Assets as % of Total Firm Assets |  |
| (2,3)1997                              | 27.18%                                  | 30.01%                  | 29.41%                | 1                          | -                    | \$ 51                                   | \$ 25,084                   | 0.20%                                      |  |
| (3)1998                                | 17.86                                   | 10.14                   | 9.10                  | 1                          | -                    | 21                                      | 28,727                      | 0.07                                       |  |
| (3)1999                                | 51.29                                   | 35.83                   | 35.38                 | 4                          | -                    | 68                                      | 34,800                      | 0.20                                       |  |
| (3)2000                                | -11.75                                  | -0.72                   | -1.28                 | 4                          | -                    | 50                                      | 29,127                      | 0.17                                       |  |
| (3)2001                                | -20.15                                  | -25.77                  | -26.14                | 4                          | -                    | 37                                      | 21,798                      | 0.17                                       |  |
| 2002                                   | -27.41                                  | -19.11                  | -19.49                | 2                          | -                    | 21                                      | 14,703                      | 0.14                                       |  |
| 2003                                   | 42.71                                   | 41.25                   | 40.67                 | 2                          | -                    | 29                                      | 16,096                      | 0.18                                       |  |
| 2004                                   | 15.49                                   | 18.77                   | 18.16                 | 5                          | -                    | 248                                     | 12,949                      | 1.92                                       |  |
| 2005                                   | 12.07                                   | 13.45                   | 12.84                 | 3                          | -                    | 209                                     | 14,798                      | 1.41                                       |  |
| 2006                                   | 10.65                                   | 14.88                   | 14.28                 | 2                          | -                    | 186                                     | 14,773                      | 1.26                                       |  |
| 2007                                   | 11.43                                   | 9.03                    | 8.47                  | 3                          | -                    | 191                                     | 14,013                      | 1.36                                       |  |
| 2008                                   | -44.32                                  | -40.57                  | -40.87                | 2                          | -                    | 64                                      | 7,872                       | 0.81                                       |  |
| (3)2009                                | 46.29%                                  | 42.15%                  | 41.37%                | 2                          | -                    | \$ 9                                    | 9,916                       | 0.10%                                      |  |

(1) The Russell Midcap Growth Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period returns, April 1, 1997 through December 31, 1997 have not been annualized.

(3) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**US SYSTEMATIC SMALL CAP COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC SMALL CAP COMPOSITE FOR THE INVESTMENT PERIODS PRESENTED FROM OCTOBER 1, 1990 (INCEPTION) TO DECEMBER 31, 2009**

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The US Systematic Small Cap Composite (the "Composite") consists of accounts that invest primarily in domestic growth equities with market capitalization of the Russell 2000 Index. The Composite was created on October 1, 1990. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks managed by NACM for at least one full month, and effective March 1, 2006, having a minimum account size of \$3 million for inclusion in the Composite. The Composite includes both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. In the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. Some accounts may pay performance based fees. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or writing Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date, and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting NACM. The Russell 2000 Index is an unmanaged index generally representative of the 2,000 smallest companies in the Russell 3000 Index, which represents approximately 10% of the total market capitalization of the Russell 3000 Index. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions, but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the US Systematic Small Cap accounts was as follows:

0.85% on first \$25 million  
0.80% on next \$15 million  
0.75% on next \$25 million  
0.70% thereafter

Small-cap stocks may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

## Fee Schedule (\$ US) and Disclosure – US Systematic Small Cap

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC SMALL CAP COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM OCTOBER 1, 1990 (INCEPTION) TO DECEMBER 31, 2009

| US Systematic Small Cap Composite |                                |                         |                       |                            |                      |   |                             |  |  |
|-----------------------------------|--------------------------------|-------------------------|-----------------------|----------------------------|----------------------|---|-----------------------------|--|--|
| Annual Returns                    |                                |                         |                       |                            | Summary Information  |   |                             |  |  |
| Year                              | Russell 2000 Index Returns (1) | Gross Composite Returns | Net Composite Returns | # of Accounts in Composite | Composite Dispersion | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) | Composite Assets as % of Total Firm Assets |  |
| (2,3) 1990                        | 5.06%                          | 15.48%                  | 15.30%                | 1                          | -                    | \$ 10                                   | \$ 2,315                    | 0.43%                                      |  |
| (3) 1991                          | 46.04                          | 68.94                   | 67.82                 | 4                          | -                    | 99                                      | 4,323                       | 2.29                                       |  |
| (3) 1992                          | 18.41                          | 14.11                   | 13.39                 | 4                          | -                    | 133                                     | 5,710                       | 2.33                                       |  |
| (3) 1993                          | 18.88                          | 21.60                   | 20.81                 | 8                          | 3.08                 | 175                                     | 8,016                       | 2.18                                       |  |
| (3) 1994                          | -1.82                          | -4.27                   | -4.84                 | 9                          | 1.64                 | 192                                     | 8,272                       | 2.32                                       |  |
| (3) 1995                          | 28.45                          | 46.54                   | 45.73                 | 7                          | 2.81                 | 135                                     | 23,145                      | 0.58                                       |  |
| (3) 1996                          | 16.49                          | 30.41                   | 29.52                 | 9                          | 2.27                 | 224                                     | 25,503                      | 0.88                                       |  |
| (3) 1997                          | 22.36                          | 11.81                   | 11.09                 | 16                         | 4.93                 | 415                                     | 25,084                      | 1.65                                       |  |
| (3) 1998                          | -2.55                          | 5.62                    | 4.77                  | 7                          | 2.18                 | 140                                     | 28,727                      | 0.49                                       |  |
| (3) 1999                          | 21.26                          | 21.54                   | 20.53                 | 7                          | 2.72                 | 142                                     | 34,800                      | 0.41                                       |  |
| (3) 2000                          | -3.02                          | -3.80                   | -4.77                 | 5                          | 1.04                 | 84                                      | 29,127                      | 0.29                                       |  |
| (3) 2001                          | 2.48                           | -3.25                   | -3.99                 | 3                          | -                    | 38                                      | 21,798                      | 0.17                                       |  |
| (3) 2002                          | -20.48                         | -11.40                  | -12.14                | 2                          | -                    | 16                                      | 14,703                      | 0.11                                       |  |
| (3) 2003                          | 47.25                          | 76.39                   | 74.91                 | 2                          | -                    | 28                                      | 16,096                      | 0.17                                       |  |
| 2004                              | 18.33                          | 23.17                   | 22.14                 | 3                          | -                    | 43                                      | 12,949                      | 0.33                                       |  |
| 2005                              | 4.54                           | 13.41                   | 12.56                 | 8                          | 0.69                 | 369                                     | 14,798                      | 2.49                                       |  |
| 2006                              | 18.38                          | 18.70                   | 17.82                 | 7                          | 0.16                 | 338                                     | 14,773                      | 2.29                                       |  |
| 2007                              | -1.57                          | 2.49                    | 1.72                  | 8                          | 0.07                 | 348                                     | 14,013                      | 2.48                                       |  |
| 2008                              | -33.79                         | -40.50                  | -40.81                | 9                          | 0.20                 | 500                                     | 7,872                       | 6.35                                       |  |
| (3) 2009                          | 27.16%                         | 18.06%                  | 17.73%                | 3                          | -                    | \$ 111                                  | 9,916                       | 5.24%                                      |  |

(1) The Russell 2000 Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period returns, October 1, 1990 through December 31, 1990 have not been annualized.

(3) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**US SYSTEMATIC SMALL CAP GROWTH COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC SMALL CAP GROWTH COMPOSITE FOR THE INVESTMENT PERIODS PRESENTED FROM MARCH 1, 1996 (INCEPTION) TO DECEMBER 31, 2009**

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The US Systematic Small Cap Growth Composite (the "Composite") consists of accounts that invest primarily in domestic growth equities with market capitalization within the Russell 2000 Growth Index. The Composite was created on March 1, 1996. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks managed by NACM for at least one full month, and effective March 1, 2006, having a minimum account size of \$3 million for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. In the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. Some accounts may pay performance based fees. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting Nicholas-Applegate. The Russell 2000 Growth Index is an unmanaged index comprised of those Russell 2000 companies with higher price-to-book ratios and higher forecasted growth values. The Russell 2000 Index is an unmanaged index generally representative of the 2,000 smallest companies in the Russell 3000 Index, which represents approximately 10% of the total market capitalization of the Russell 3000 Index. It is a large-cap market oriented index and is highly correlated with the S&P 500 Index. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the US Systematic Small Cap Growth accounts was as follows:

0.85% on first \$25 million

0.80% on next \$15 million

0.75% on next \$25 million

0.700 thereafter

Small-cap stocks may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

## Fee Schedule (\$ US) and Disclosure – US Systematic Small Cap Growth

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC SMALL CAP GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM MARCH 1, 1996 (INCEPTION) TO DECEMBER 31, 2009

| US Systematic Small Cap Growth Composite |                                       |                         |                       |                            |                      |   |                             |  |  |
|--|---------------------------------------|-------------------------|-----------------------|----------------------------|----------------------|---|-----------------------------|--|--|
| Year                                     | Annual Returns                        |                         |                       | # of Accounts in Composite | Composite Dispersion | Summary Information                     |                             |  |  |
|  | Russell 2000 Growth Index Returns (1) | Gross Composite Returns | Net Composite Returns |                            |                      | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) | Composite Assets as % of Total Firm Assets |  |
| (2)1996                                  | 7.30%                                 | 23.56%                  | 22.69%                | 3                          | -                    | \$ 61                                   | \$ 25,503                   | 23.92%                                     |  |
| 1997                                     | 12.95                                 | 16.46                   | 15.60                 | 9                          | 0.05                 | 257                                     | 25,084                      | 1.02                                       |  |
| 1998                                     | 1.23                                  | 8.54                    | 7.74                  | 18                         | 3.41                 | 664                                     | 28,727                      | 2.31                                       |  |
| 1999                                     | 43.09                                 | 34.02                   | 33.10                 | 20                         | 4.62                 | 1,012                                   | 34,800                      | 2.91                                       |  |
| 2000                                     | -22.43                                | -10.87                  | -11.58                | 20                         | 3.32                 | 880                                     | 29,127                      | 3.02                                       |  |
| 2001                                     | -9.23                                 | -15.20                  | -15.75                | 16                         | 1.30                 | 597                                     | 21,798                      | 2.74                                       |  |
| 2002                                     | -30.26                                | -24.63                  | -25.16                | 12                         | 4.06                 | 253                                     | 14,703                      | 1.72                                       |  |
| 2003                                     | 48.54                                 | 63.65                   | 62.42                 | 10                         | 3.06                 | 342                                     | 16,096                      | 2.12                                       |  |
| 2004                                     | 14.31                                 | 18.68                   | 17.81                 | 9                          | 0.28                 | 366                                     | 12,949                      | 2.83                                       |  |
| 2005                                     | 4.14                                  | 9.36                    | 8.57                  | 13                         | 1.05                 | 772                                     | 14,798                      | 5.22                                       |  |
| 2006                                     | 13.36                                 | 16.99                   | 16.18                 | 6                          | 0.67                 | 322                                     | 14,773                      | 2.18                                       |  |
| 2007                                     | 7.05                                  | 8.68                    | 7.96                  | 7                          | 0.96                 | 309                                     | 14,013                      | 2.21                                       |  |
| 2008                                     | -38.54                                | -42.21                  | -42.60                | 6                          | 0.75                 | 152                                     | 7,872                       | 1.93                                       |  |
| (3)2009                                  | 34.47%                                | 20.95%                  | 20.20%                | 5                          | 1.36                 | \$ 116                                  | 9,916                       | 1.17%                                      |  |

(1) The Russell 2000 Growth Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period returns, March 1, 1996 through December 31, 1996 have not been annualized.

(3) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**US SYSTEMATIC SMALL-MID CAP GROWTH COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC SMALL-MID CAP GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JULY 1, 1992 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The US Systematic Small-Mid Cap Growth Composite (the "Composite"), consists of accounts that invest primarily in domestic growth equities within the market capitalization range of the Russell 2500 Growth Index. The Composite was created on January 1, 1993, although the inception date is July 1, 1992. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks managed by NACM for at least one full month, and beginning March 1, 2006, having a minimum portfolio size of \$3 million for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. In the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting Nicholas-Applegate. The Russell 2500 Growth Index is an unmanaged index comprised of those Russell 2500 companies with higher price-to-book ratios and higher forecasted growth values. Its returns reflect the reinvestment of income dividends and capital gains but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U. S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the US Systematic Small-Mid Cap Growth accounts was as follows:

0.775% on first \$25 million  
0.725% on next \$15 million  
0.625% thereafter

Small- and mid-cap stocks may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

## Fee Schedule (\$ US) and Disclosure – US Systematic Small-Mid Cap Growth

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE US SYSTEMATIC SMALL-MID CAP GROWTH COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JULY 1, 1992 (INCEPTION) TO DECEMBER 31, 2009

| US Systematic Small-Mid Cap Growth Composite |                                       |                         |                       |                            |                      |   |                             |  |  |  |
|--|---------------------------------------|-------------------------|-----------------------|----------------------------|----------------------|---|-----------------------------|--|--|--|
| Year   | Annual Returns                        |                         |                       | # of Accounts in Composite | Composite Dispersion | Summary Information                     |                             | Composite Assets as % of Total Firm Assets |  |  |
|  | Russell 2500 Growth Index Returns (1) | Gross Composite Returns | Net Composite Returns |                            |                      | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) |  |  |  |
| (2,3) 1992                                   | 18.70%                                | 26.87%                  | 26.49%                | 2                          | -                    | \$ 73                                   | \$ 5,710                    | 1.28%                                      |  |  |
| (3) 1993                                     | 12.14                                 | 26.12                   | 25.53                 | 4                          | -                    | 112                                     | 8,016                       | 1.40                                       |  |  |
| (3) 1994                                     | -1.28                                 | -1.96                   | -2.59                 | 5                          | -                    | 56                                      | 8,272                       | 0.68                                       |  |  |
| (3) 1995                                     | 33.54                                 | 37.22                   | 36.48                 | 5                          | -                    | 76                                      | 23,145                      | 0.33                                       |  |  |
| (3) 1996                                     | 15.07                                 | 22.77                   | 21.96                 | 7                          | 0.82                 | 96                                      | 25,503                      | 0.38                                       |  |  |
| (3) 1997                                     | 14.76                                 | 13.48                   | 13.18                 | 6                          | 3.04                 | 106                                     | 25,084                      | 0.42                                       |  |  |
| (3) 1998                                     | 3.10                                  | 17.11                   | 16.70                 | 6                          | 2.22                 | 112                                     | 28,727                      | 0.39                                       |  |  |
| (3) 1999                                     | 55.48                                 | 38.50                   | 37.91                 | 4                          | -                    | 36                                      | 34,800                      | 0.10                                       |  |  |
| (3) 2000                                     | -16.09                                | -23.55                  | -23.95                | 7                          | 1.53                 | 932                                     | 29,127                      | 3.20                                       |  |  |
| (3) 2001                                     | -10.83                                | -11.83                  | -12.20                | 6                          | 0.34                 | 59                                      | 21,798                      | 0.27                                       |  |  |
| (3) 2002                                     | -29.10                                | -17.79                  | -18.38                | 4                          | -                    | 172                                     | 14,703                      | 1.17                                       |  |  |
| 2003   | 46.32                                 | 51.78                   | 50.90                 | 4                          | -                    | 261                                     | 16,096                      | 1.62                                       |  |  |
| 2004   | 14.59                                 | 17.32                   | 16.65                 | 6                          | 0.32                 | 320                                     | 12,949                      | 2.47                                       |  |  |
| 2005   | 8.17                                  | 15.43                   | 14.78                 | 7                          | 0.17                 | 634                                     | 14,798                      | 4.28                                       |  |  |
| 2006   | 12.27                                 | 15.46                   | 14.83                 | 4                          | -                    | 106                                     | 14,773                      | 0.72                                       |  |  |
| 2007   | 9.69                                  | 7.72                    | 7.11                  | 4                          | -                    | 98                                      | 14,013                      | 0.70                                       |  |  |
| 2008   | -41.50                                | -37.07                  | -37.42                | 3                          | -                    | 39                                      | 7,872                       | 0.49                                       |  |  |
| (3) 2009                                     | 41.66%                                | 27.45%                  | 26.72%                | 3                          | -                    | \$ 38                                   | 9,916                       | 0.39%                                      |  |  |

(1) The Russell 2500 Growth Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period return, July 1, 1992 through December 31, 1992 have not been annualized.

(3) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**PACIFIC RIM COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE PACIFIC RIM COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM FEBRUARY 1, 1998 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls NACM and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. NACM also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to both clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent accounting firm from January 1, 1993 through December 31, 2008.

The Pacific Rim Composite (the "Composite") consists of accounts that invest in equity and equity-related securities of companies in the Pacific Region, including Japan, with a minimum market cap of U.S. \$100 million. The Composite was created on February 1, 1998. The Composite includes all actual fee-paying discretionary institutional and mutual fund client accounts (including sub-advisory relationships) with comparable investment objectives and risks managed by NACM for at least one full month, and effective January 1, 2006, having a minimum portfolio size of \$20 Million for inclusion in the Composite. As of December 31, 2007, 11.49% of the Composite assets were invested in countries outside of the countries in the benchmark. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. A complete list and description of the Firm's composites and presentations are available upon request by contacting (619) 687-2800, or write Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends (net of withholding tax) and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. The Morgan Stanley Capital International (MSCI) Pacific Index is a market capitalization weighted index, composed of over 700 companies, representative of the market structure of 5 developed market countries in the Pacific Basin, including Australia, Hong Kong, Japan, New Zealand, and Singapore. The index is calculated with gross dividends reinvested and estimated tax withheld, but does not reflect fees, brokerage commissions or other expenses of investing. The withholding tax applied to the accounts in Composite are tax rates on US based investors, where as the withholding tax applied to the benchmark are based on rates that would be applied to a Luxembourg based investor. Investors may not make direct investments into any index. All returns presented are calculated using U.S. Dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the Pacific Rim accounts was 1.00% of asset value.

Investments in overseas markets may pose special risks, including currency fluctuation and political risks, and the portfolio is expected to be more volatile than a U.S.-only portfolio. These risks are generally intensified for investments in emerging markets.

Small- and mid-cap stocks may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

## Fee Schedule (\$ US) and Disclosure – Pacific Rim

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE PACIFIC RIM COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM FEBRUARY 1, 1998 (INCEPTION) TO DECEMBER 31, 2009

| Year     | Pacific Rim Composite          |   |   |                               |                         | Summary Information              |                                |  |  |
|----------|--------------------------------|---|---|-------------------------------|-------------------------|----------------------------------|--------------------------------|--|--|
|          | MSCI Pacific Index Returns (1) | Annual Returns<br>Gross Composite Returns | Annual Returns<br>Net Composite Returns | # of Accounts in<br>Composite | Composite<br>Dispersion | Amount of Assets<br>in Composite | Total Firm Assets<br>(US\$Mil) | Composite Assets as<br>% of Total Firm |  |
| (2) 1998 | -2.60%                         | -8.34%                                    | -9.17%                                  | 2                             | -                       | \$ 1                             | \$ 28,727                      | 0.00%                                  |  |
| 1999     | 57.94                          | 151.43                                    | 147.31                                  | 1                             | -                       | 3                                | 34,800                         | 0.01                                   |  |
| 2000     | -25.63                         | -25.28                                    | -26.44                                  | 1                             | -                       | 2                                | 29,127                         | 0.01                                   |  |
| 2001     | -25.22                         | -19.32                                    | -19.85                                  | 3                             | -                       | 52                               | 21,798                         | 0.24                                   |  |
| 2002     | -9.02                          | -6.41                                     | -7.04                                   | 2                             | -                       | 31                               | 14,703                         | 0.21                                   |  |
| 2003     | 38.98                          | 46.77                                     | 45.98                                   | 1                             | -                       | 25                               | 16,096                         | 0.16                                   |  |
| 2004     | 19.30                          | 22.22                                     | 21.27                                   | 1                             | -                       | 53                               | 12,949                         | 0.41                                   |  |
| 2005     | 23.01                          | 40.78                                     | 39.71                                   | 1                             | -                       | 142                              | 14,798                         | 0.96                                   |  |
| 2006     | 12.51                          | 21.66                                     | 20.72                                   | 1                             | -                       | 301                              | 14,773                         | 2.04                                   |  |
| 2007     | 5.61                           | 25.02                                     | 24.05                                   | 1                             | -                       | 467                              | 14,013                         | 3.33                                   |  |
| 2008     | -36.17                         | -39.96                                    | -40.45                                  | 1                             | -                       | 182                              | 7,872                          | 2.31                                   |  |
| (3) 2009 | 24.34%                         | 21.78%                                    | 20.81%                                  | 1                             | -                       | \$ 173                           | 9,916                          | 1.74%                                  |  |

(1) The Morgan Stanley Capital International (MSCI) Pacific Index returns, which do not reflect the deductions of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period returns, February 1, 1998 through December 31, 1998 have not been annualized.

(3) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**EMERGING MARKETS SYSTEMATIC COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE EMERGING MARKETS SYSTEMATIC COMPOSITE FOR THE INVESTMENT PERIOD PRESENTED FROM MAY 1, 2007 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

Disclosures:

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The Emerging Markets Systematic Composite (the "Composite") consists of accounts that invest primarily in non-U. S. equities of issuers incorporated in emerging countries. The Composite was created on May 1, 2007, and for the period ending August 30, 2007 the Composite included 100% non fee-paying accounts. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts (including sub-advisory relationships) with comparable investment objectives and risks, managed by NACM for at least one full month, and effective May 1, 2007 having a minimum account size of \$5 million for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. No leverage has been used in the accounts included in the Composite. In the event of a significant cash flow to an account which is defined by NACM's policies and procedures as 25% or more of the beginning market value, the account will be removed from composite for one full month. Additional information regarding policies for calculating and reporting returns is available upon request by contacting the Firm. A complete list and description of the Firm's composites and presentations and additional information regarding the Firm's policies and procedures for calculating and reporting performance results are available upon request by contacting (619) 687-2800, or writing Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends (net of withholding tax) and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date, and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding policies for calculating and reporting returns is available upon request by contacting Nicholas-Applegate. The Morgan Stanley Capital International (MSCI) Emerging Market ("EM") is a market capitalization weighted index composed of over 800 companies representative of the market structure of emerging countries in Europe, Latin America, Africa, Middle East, and Asia. The MSCI EM Index excludes closed markets and those shares in otherwise free markets that are not purchasable by foreigners. The index is calculated with gross dividends reinvested and estimated tax withheld. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions, but do not reflect fees, brokerage commissions or other expenses of investing. Investors may not make direct investments into any index. All returns presented are calculated using U. S. dollars. The withholding tax applied to the accounts in Composite are tax rates on US based investors, where as the withholding tax applied to the benchmark are based on rates that would be applied to a Luxembourg based investor.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for the Emerging Markets Systematic accounts was as follows:

1.000% on first \$25 million

0.800% on next \$25 million

0.750% thereafter

Investments in overseas markets may pose special risks, including currency fluctuation and political risks, and the portfolio is expected to be more volatile than a U.S.-only portfolio. These risks are generally intensified for investments in emerging markets.

## Fee Schedule (\$ US) and Disclosure – Emerging Markets Systematic

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE EMERGING MARKETS SYSTEMATIC COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM MAY 1, 2007 (INCEPTION) TO DECEMBER 31, 2009

| Emerging Markets Systematic Composite |                           |                         |                       |                            |                      |   |                             |  |
|---------------------------------------|---------------------------|-------------------------|-----------------------|----------------------------|----------------------|---|-----------------------------|--|
| Annual Returns                        |                           |                         |                       | Summary Information        |                      |   |                             |  |
| Year                                  | MSCI EM Index Returns (1) | Gross Composite Returns | Net Composite Returns | # of Accounts in Composite | Composite Dispersion | Amount of Assets in Composite (US\$Mil) | Total Firm Assets (US\$Mil) | Composite Assets as % of Total Firm Assets |
| (2) 2007                              | 30.51%                    | 44.13%                  | 43.67%                | 1                          | -                    | \$ 31                                   | 14,013                      | 0.22%                                      |
| 2008                                  | -53.18                    | -56.79                  | -57.07                | 2                          | -                    | 323                                     | 7,872                       | 4.11%                                      |
| (3) 2009                              | 79.02%                    | 73.33%                  | 72.55%                | 3                          | -                    | \$ 602                                  | 9,916                       | 6.07%                                      |

(1) The Morgan Stanley Capital International (MSCI) Emerging Markets (EM) Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) Partial period returns, May 1, 2007 through December 31, 2007 have not been annualized.

(3) Period has not been examined by independent accountants.

See Notes to Schedule of Investment Performance Results.

**GLOBAL EQUITY 130/30 COMPOSITE: SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE GLOBAL EQUITY 130/30 COMPOSITE FOR EACH OF THE INVESTMENT PERIODS PRESENTED FROM JANUARY 1, 2007 (INCEPTION) TO DECEMBER 31, 2009**

Nicholas-Applegate Capital Management (NACM or the Firm) has prepared and presented this report in compliance with the Global Investment Performance Standards (GIPS®).

## Disclosures:

NACM is an investment advisory firm registered with the Securities and Exchange Commission. On January 31, 2001, Allianz SE, the public European Company (formerly known as Allianz AG, the public German insurance company), through various wholly owned/controlled subsidiaries, acquired and now controls Nicholas-Applegate and its affiliates. The Firm is defined as all actual, institutional and mutual fund accounts (including sub-advisory relationships) managed by NACM. Nicholas-Applegate also provides investment management services to its affiliate Allianz Global Investors Managed Accounts (AGIMA), with regard to certain managed retail account assets for which AGIMA serves as the investment adviser. The retail assets managed on behalf of AGIMA are held out to clients and potential clients as a separate and distinct business unit and are therefore excluded from the NACM definition of the Firm assets under GIPS® standards. The effective date of NACM's firm-wide compliance with the GIPS® standards is January 1, 1993. The Firm has been verified by an independent registered public accounting firm from January 1, 1993 through December 31, 2008.

The Global Equity 130/30 Composite (the "Composite"), consists of accounts that invest in both long and short positions that provide, when netted against each other, a 100% long portfolio with diversified exposure to a broad range of U.S. and non-U.S. companies. The accounts that make up the composite will typically use leverage to gain approximately 130% long exposure and 30% short exposure. The accounts may utilize equity investments or derivatives to gain long and short exposure. The Composite was created on September 26, 2007, with an inception date of January 1, 2007. As of December 31, 2007, the Composite consisted of one non fee paying account. The Composite includes all actual fee paying discretionary institutional and mutual fund accounts with comparable investment objectives and risks, managed by NACM for at least one full month and, effective January 1, 2007, with a minimum account size of \$3 million for inclusion in the Composite. The Composite can include both tax-exempt and taxable accounts. All earnings are reinvested. The accounts that make up the Composite will typically use leverage of approximately 130% long exposure and 30% short exposure. A complete list and description of the Firm's composites and presentations and additional information regarding the Firm's policies and procedures for calculating and reporting performance results are available upon request by contacting (619) 687-2800, or writing Nicholas-Applegate Capital Management, 600 W. Broadway, 29th Floor, San Diego, CA 92101, Attn: Performance Measurement Manager.

Returns are calculated on a total return basis, including all dividends (net of withholding tax) and interest, accrued income, realized and unrealized gains or losses, and are net of all brokerage commissions, execution costs and without provision for federal or state income taxes. Mutual funds net of fee calculation for purposes of the composite is reduced by management fees only. Securities transactions are accounted for on trade date, and accrual accounting is utilized. Cash and cash equivalents are included in performance returns. Monthly returns of the Composite combine the individual accounts' returns (calculated on a time-weighted rate of return basis which is revalued daily) by asset-weighting each account's asset value as of the beginning of the month. Annual returns are calculated by geometrically linking the monthly returns. Additional information regarding the policies for calculating and reporting returns is available upon request by contacting the Firm. The Morgan Stanley Capital International ("MSCI") All Country World Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of developed and emerging markets. As of June 2007, the MSCI ACWI Index consisted of 48 country indices comprising 23 developed and 25 emerging market country indices. Unless otherwise noted, equity index returns reflect the reinvestment of all income dividends and capital gain distributions net of taxes withheld, but do not reflect fees, brokerage commissions, or other expenses of investing. The withholding tax applied to the accounts in Composite are tax rates on US based investors, where as the withholding tax applied to the benchmark are based on rates that would be applied to a Luxembourg based investor. Investors may not make direct investments into any index. All returns presented are calculated using U.S. dollars.

Gross returns do not give effect to investment advisory fees, which would reduce such returns.

The dispersion of annual returns is measured by the standard deviation across asset-weighted account returns represented within the Composite for the full year. Periods with five or fewer accounts are not deemed statistically representative and are not presented.

The results for individual accounts and for different time periods may vary. Other performance calculation methods might produce different results. Past performance is no indication of future results.

Since advisory fees are deducted periodically, the compounding effect can potentially increase the impact of such fees. Actual fees charged may vary by client due to various conditions, including account size. Actual fees charged were used for "net of fee" performance calculations. At December 31, 2009, the Firm's annual investment advisory fee schedule for Global Equity 130/30 accounts was as follows:

1.300% on first \$10 million, 1.200% on next \$15 million, 1.150% thereafter

Investments in overseas markets may pose special risks, including currency fluctuation and political risks, and the portfolio is expected to be more volatile than a U.S.-only portfolio. These risks are generally intensified for investments in emerging markets.

Small- and mid-cap stocks may be subject to a higher degree of risk than more established companies' securities. The illiquidity of the markets for these stocks may adversely affect the value of these investments.

Strategies that employ leverage will tend to increase or decrease at a greater rate than if no leverage were employed, and losses will be magnified by borrowings. Unlike "long" investments, which involve the purchase of securities, "short" sales involve the sale of borrowed securities. The manager's ability to execute strategies that involve shorting may be inhibited by regulatory prohibitions. Short positions may be difficult to close in a timely manner, and the potential for loss in a short sale may be unlimited

## Fee Schedule (\$ US) and Disclosure – Global Equity 130/30

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS FOR THE GLOBAL EQUITY 130/30 COMPOSITE FOR THE INVESTMENT PERIOD PRESENTED FROM JANUARY 1, 2007 (INCEPTION) TO DECEMBER 31, 2009

| Global Equity 130/30 Composite |                             |                         |                       |                            |                      |                               |                             |  |
|--------------------------------|-----------------------------|-------------------------|-----------------------|----------------------------|----------------------|-------------------------------|-----------------------------|--|
| Year                           | Annual Returns              |                         |                       | # of Accounts in Composite | Composite Dispersion | Summary Information           |                             | Composite Assets as % of Total Firm Assets |
|                                | MSCI ACWI Index Returns (1) | Gross Composite Returns | Net Composite Returns |                            |                      | Amount of Assets in Composite | Total Firm Assets (US\$Mil) |  |
| (2) 2007                       | 12.18%                      | 40.23%                  | 40.23%                | 1                          | -                    | \$ 4                          | \$ 14,013                   | 0.03%                                      |
| 2008                           | -41.85                      | -40.99                  | -41.43                | 2                          | -                    | 6                             | 7,872                       | 0.08                                       |
| (3) 2009                       | 35.41%                      | 23.25%                  | 22.37%                | 1                          | -                    | \$ 4                          | 9,916                       | 0.04%                                      |

(1) The Morgan Stanley Capital International (MSCI) All Country World (ACWI) Index returns, which do not reflect the deduction of investment advisory fees, have been provided for comparison purposes and have not been examined by independent accountants.

(2) For period ending December 31, 2007, 100% of composite consisted on non-fee paying accounts

(3) Period has not been examined by independent accountants.