

PCM FUND, INC.
Form N-Q
November 23, 2010

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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM N-Q
QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-07816

PCM Fund, Inc.

(Exact name of registrant as specified in charter)

1345 Avenue of the Americas New York, New York
(Address of principal executive offices)

10105
(Zip code)

Lawrence G. Altadonna 1345 Avenue of the Americas New York, New York 10105

(Name and address of agent for service)

Registrant's telephone number, including area code: 212-739-3371

Date of fiscal year end: December 31, 2010

Date of reporting period: September 30, 2010

Form N-Q is to be used by management investment companies, other than small business investment companies registered on Form N-5 (§§ 239.24 and 274.5 of this chapter), to file reports with the Commission, not later than 60 days after the close of the first and third fiscal quarters, pursuant to rule 30b 1-5 under the Investment Company Act of 1940 (17 CFR 270.30b1-5). The Commission may use the information provided on Form N-Q in its regulatory, disclosure review, inspection, and policymaking roles.

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A registrant is required to disclose the information specified by Form N-Q, and the Commission will make this information public. A registrant is not required to the collection of information contained in Form N-Q unless the Form displays a currently valid Office of Management and Budget (OMB) control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to the Secretary, Securities and Exchange Commission, 100 F Street, NE, Washington, DC 20549-2001. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507

Item 1. Schedule of Investments
PCM Fund, Inc. Schedule of Investments

September 30, 2010 (unaudited)

Principal

Amount

(000s)		Credit Rating (Moody s/S&P)	Value*
MORTGAGE-BACKED SECURITIES 123.9%			
\$603	Adjustable Rate Mortgage Trust, 3.042%, 1/25/36, CMO, VRN American Home Mortgage Assets, CMO, FRN,	Caa3/CCC	\$406,199
486	0.466%, 10/25/46	Caa3/BBB	248,611
682	1.29%, 11/25/46 Banc of America Alternative Loan Trust, CMO,	Caa1/CCC	329,582
821	5.841%, 4/25/37, VRN	Caa1/NR	586,599
401	6.25%, 1/25/37 Banc of America Commercial Mortgage, Inc., CMO,	Ca/NR	130,383
2,000	5.414%, 9/10/47 (h)	Aaa/AAA	2,134,485
2,500	7.224%, 4/15/36, VRN	A1/NR	2,495,556
230	8.053%, 11/15/31, VRN (h) Banc of America Funding Corp., CMO,	Aaa/AAA	229,507
1,204	3.205%, 12/20/34, VRN	NR/A-	835,845
443	5.688%, 3/20/36, FRN	Caa1/BB	379,472
1,165	7.00%, 10/25/37	NR/CCC	878,161
822	Banc of America Mortgage Securities, Inc., 5.059%, 6/25/35, CMO, FRN	B3/NR	738,846
1,000	BCRR Trust, 5.858%, 7/17/40, CMO, VRN (a)(c) Bear Stearns Adjustable Rate Mortgage Trust, CMO, FRN,	Aa2/NR	874,320
2,000	3.063%, 10/25/35	NR/BB	1,705,119
499	4.784%, 5/25/34 (h) Bear Stearns Alt-A Trust, CMO,	A2/A+	491,487
395	3.509%, 9/25/34, VRN	A2/AAA	324,271
1,925	5.255%, 8/25/36, VRN	Caa3/D	1,057,972
327	5.382%, 7/25/35, FRN	Caa3/CCC	226,419
717	5.404%, 5/25/36, VRN	Ca/CC	437,296
850	6.160%, 8/25/36, VRN	Caa3/CCC	554,847
291	Bear Stearns Asset Backed Securities Trust, 5.50%, 12/25/35, CMO Bear Stearns Commercial Mortgage Securities, CMO,	Caa1/D	253,796
3,000	5.694%, 6/11/50, VRN (h)	NR/A+	3,243,447
1,300	5.808%, 3/13/40, VRN (a)(c)	NR/BBB	1,089,371
2,000	5.907%, 6/11/40, VRN (h)	Aaa/NR	2,174,946
1,000	5.982%, 5/11/39, VRN (a)(c)	NR/BBB+	897,542
1,332	6.50%, 2/15/32	NR/D	1,112,107
1,690	CBA Commercial Small Balance Commercial Mortgage, 5.54%, 1/25/39, CMO (a)(c)	C/BB-	893,326
800	Chase Mortgage Finance Corp., 6.00%, 3/25/37, CMO	Caa3/CCC	707,820
2,500	Citigroup Commercial Mortgage Trust, 5.887%, 12/10/49, CMO, VRN (h) Citigroup Mortgage Loan Trust, Inc., CMO, VRN,	Aaa/AA	2,680,781
708	3.044%, 8/25/35	Ba2/NR	515,356
906	5.214%, 9/25/35	NR/CCC	811,975
898	5.548%, 11/25/36	NR/CCC	692,085
4,012	Citigroup/Deutsche Bank Commercial Mortgage Trust, 5.322%, 12/11/49, CMO (h)	Aaa/A-	4,165,094
291	Citimortgage Alternative Loan Trust, 5.50%, 4/25/22, CMO	B3/NR	260,003
3,000	Commercial Capital Access One, Inc., 7.876%, 11/15/28, CMO, VRN (a)(c) Commercial Mortgage Pass Through Certificates, CMO (a)(c),	NR/NR	1,140,994
1,500	6.586%, 7/16/34 (h)	Aaa/AAA	1,645,568
2,893	6.83%, 2/16/34, VRN (h)	Aaa/NR	2,923,891

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1,500	6.938%, 7/16/34, VRN	Aa2/A+	1,607,395
	Countrywide Alternative Loan Trust, CMO,		
1,921	0.436%, 6/25/47, FRN	Caa1/CCC	1,073,020
564	0.536%, 2/25/37, FRN	Caa2/CCC	325,259

PCM Fund, Inc. Schedule of Investments

September 30, 2010 (unaudited)

Principal Amount (000s)		Credit Rating (Moody s/S&P)	Value*
\$430	0.546%, 2/25/36, FRN	C/CC	\$124,656
374	6.00%, 11/25/35	Caa3/CCC	306,297
1,332	Countrywide Home Loan Mortgage Pass Through Trust, 6.00%, 5/25/37, CMO	Caa2/NR	1,025,265
22,290	Credit Suisse First Boston Mortgage Securities Corp., CMO, 1.607%, 12/15/35, IO, VRN (a)(c)(h)	NR/AAA	526,851
3,000	6.574%, 12/15/35 (h)	Aaa/AAA	3,147,629
170	7.00%, 2/25/33	Aaa/AAA	178,460
2,000	7.46%, 1/17/35, VRN	NR/NR	2,213,562
5,000	Credit Suisse Mortgage Capital Certificates, CMO, 5.467%, 9/15/39 (h)	Aaa/AAA	5,270,384
448	5.896%, 4/25/36	Caa1/CCC	311,917
362	6.50%, 5/25/36	Caa2/D	227,516
1,925	CW Capital Cobalt Ltd., 5.223%, 8/15/48, CMO (h)	NR/AA-	1,974,886
3,509	FFCA Secured Lending Corp., 1.130%, 9/18/27, CMO, IO, VRN (a)(c)	Aaa/NR	61,554
379	First Horizon Alternative Mortgage Securities, 2.375%, 8/25/35, CMO, FRN	C/CCC	95,482
352	First Horizon Asset Securities, Inc., 2.875%, 4/25/35, CMO, FRN	Baa2/AAA	333,357
2,000	First Union-Lehman Brothers-Bank of America, 6.778%, 11/18/35, CMO (h)	Aaa/AAA	2,123,808
2,000	GMAC Commercial Mortgage Securities, Inc., CMO (a)(c), 6.50%, 5/15/35 (h)	NR/BBB	2,096,238
1,500	7.114%, 5/15/30, VRN	NR/NR	1,050,187
1,500	8.247%, 9/15/35, VRN	NR/NR	1,490,658
1,500	Greenwich Capital Commercial Funding Corp., CMO, 5.419%, 1/5/36, VRN (a)(c)	A2/A+	1,488,772
2,000	5.444%, 3/10/39 (h)	Aaa/A	2,111,596
15,000	GS Mortgage Securities Corp. II, CMO, 1.724%, 8/10/43, IO, VRN (a)(c)(e)	Aaa/NR	1,366,928
5,750	5.56%, 11/10/39 (h)	Aaa/NR	6,133,818
3,480	7.644%, 8/5/18, VRN (a)(c)	Baa2/NR	2,950,252
1,001	Harborview Mortgage Loan Trust, 5.887%, 6/19/36, CMO, VRN	Caa3/D	600,837
286	Indymac Index Mortgage Loan Trust, 0.656%, 11/25/34, CMO, FRN	Ba1/BB	188,401
9,206	JPMorgan Chase Commercial Mortgage Securities Corp., CMO, 1.502%, 3/12/39, IO, VRN (a)(c)(h)	Aaa/NR	242,727
2,000	5.721%, 3/18/51, VRN (a)(c)	Aa3/NR	1,831,723
1,195	5.794%, 2/12/51, VRN	Aaa/A+	1,287,763
1,400	5.932%, 2/12/49, VRN	Aaa/A+	1,536,884
2,000	6.162%, 5/12/34 (h)	Aaa/NR	2,114,307
1,150	6.188%, 2/15/51, VRN	Aaa/A-	1,223,523
608	JPMorgan Mortgage Trust, CMO, 2.973%, 7/25/35, FRN	B1/B+	557,594
582	5.121%, 10/25/35, VRN	B1/NR	572,793
950	LB Commercial Conduit Mortgage Trust, 6.152%, 7/15/44, CMO, VRN	Aaa/A	1,001,229
1,278	LB-UBS Commercial Mortgage Trust, CMO, 5.347%, 11/15/38 (h)	NR/AAA	1,369,428
1,500	5.683%, 7/15/35 (a)(c)	Ba1/BBB-	1,316,955
1,572	6.95%, 3/15/34, VRN (a)(c)	A1/A	1,629,079
1,921	Lehman Mortgage Trust, 6.00%, 5/25/37, CMO	NR/D	1,265,018
1,814	Luminent Mortgage Trust, 0.426%, 12/25/36, CMO, FRN	B2/B+	1,150,722
2,000	MASTR Asset Securitization Trust, 6.00%, 6/25/36, CMO, FRN	Caa2/CCC	1,723,100
1,500	Merrill Lynch Mortgage Investors, Inc., 7.071%, 12/15/30, CMO, VRN	Aaa/AA+	1,659,057

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Merrill Lynch/Countrywide Commercial Mortgage Trust, CMO (h),

1,500 5.485%, 3/12/51, VRN

Aaa/NR

1,508,003

PCM Fund, Inc. Schedule of Investments

September 30, 2010 (unaudited)

Principal Amount (000s)		Credit Rating (Moody's/S&P)	Value*
\$2,300	5.70%, 9/12/49 MLCC Mortgage Investors, Inc., CMO, FRN,	NR/A+	\$ 2,413,503
609	0.466%, 7/25/30	A2/AAA	433,986
187	0.506%, 11/25/35	B1/BBB	168,636
654	0.506%, 11/25/35	B3/BBB	560,356
501	0.586%, 11/25/29 Morgan Stanley Capital I, CMO,	Aaa/AAA	439,603
2,000	5.447%, 2/12/44, VRN	Aaa/A	2,089,754
315	5.692%, 4/15/49, VRN	Aa2/A-	327,581
558	5.809%, 12/12/49 Morgan Stanley Mortgage Loan Trust, CMO,	NR/A+	591,201
775	3.306%, 1/25/35, VRN	NR/CCC	98,245
1,000	6.00%, 8/25/37	NR/CCC	905,120
1,589	Nationslink Funding Corp., 7.105%, 8/20/30, CMO, VRN (a)(c)	NR/BBB+	1,716,925
	Ocwen Residential MBS Corp., CMO, VRN (a)(c),		
132	6.848%, 6/25/39 (d)	NR/NR	2,449
2,000	7.00%, 10/25/40 (e) RBSCF Trust, CMO, VRN (a)(c),	C/NR	229,326
1,000	5.223%, 8/16/48	NR/NR	923,930
1,000	5.331%, 2/26/44 (e)	NR/NR	911,703
1,000	5.336%, 5/16/47	NR/NR	976,399
2,744	6.068%, 2/17/51 Residential Accredit Loans, Inc., CMO,	NR/NR	2,403,990
948	5.893%, 1/25/36, VRN	Caa2/D	530,471
746	6.00%, 8/25/35	NR/CCC	626,114
776	6.50%, 9/25/37	NR/CC	516,303
602	Residential Asset Securitization Trust, 6.00%, 3/25/37, CMO RMF Commercial Mortgage Pass Through Certificates, CMO (a)(c),	NR/D	424,652
224	7.471%, 1/15/19	NR/NR	164,973
265	9.350%, 1/15/19, VRN	NR/NR	83,347
311	Sequoia Mortgage Trust, 0.457%, 7/20/36, CMO, FRN Structured Adjustable Rate Mortgage Loan Trust, CMO,	B1/BBB+	257,884
500	5.537%, 9/25/36, FRN	NR/CCC	381,758
1,420	5.798%, 11/25/36, VRN	NR/CC	1,100,351
1,655	5.826%, 4/25/36, VRN	NR/CC	1,257,314
911	5.888%, 1/25/36, VRN	NR/CCC	675,107
1,901	Structured Asset Mortgage Investments, Inc., 0.466%, 8/25/36, CMO, FRN	Caa1/CCC	1,192,770
445	Structured Asset Securities Corp., 5.00%, 5/25/35, CMO	B2/A	404,526
399	TBW Mortgage Backed Pass Through Certificates, 6.00%, 7/25/36, CMO	NR/D	250,088
1,500	TIAA Retail Commercial Trust, 5.77%, 6/19/33, CMO (a)(b)(c)(i) (acquisition cost-\$1,559,473; purchased 9/23/10)	NR/BB+	1,601,949
3,000	TrizecHahn Office Properties, 7.604%, 5/15/16, CMO (a)(c) Wachovia Bank Commercial Mortgage Trust, CMO,	Baa1/A	2,978,513
41,948	0.503%, 10/15/41, IO, VRN (a)(c)(h)	Aaa/AAA	801,672
1,010	1.257%, 9/15/21, FRN (a)(c)	B1/CCC-	840,844
2,500	5.188%, 2/15/41, VRN (a)(c)	Baa2/BBB	2,207,340
1,000	5.509%, 4/15/47	Aaa/BBB+	995,383
5,044	5.605%, 2/15/35, VRN (a)(c)(h)	NR/AA-	5,001,041
1,825	6.102%, 2/15/51, VRN (h)	Aaa/BBB	1,884,147
1,161	WaMu Mortgage Pass Through Certificates, 5.424%, 12/25/36, CMO, VRN	NR/CCC	871,232

271 Wells Fargo Alternative Loan Trust, 5.50%, 7/25/22, CMO

NR/CC

239,684

PCM Fund, Inc. Schedule of Investments

September 30, 2010 (unaudited)

Principal Amount (000s)		Credit Rating (Moody s/S&P)	Value*
\$900	Wells Fargo Mortgage Backed Securities Trust, 5.781%, 10/25/36, CMO, VRN	Caa1/NR	\$805,724
	Total Mortgage-Backed Securities (cost \$137,100,897)		143,953,863
CORPORATE BONDS & NOTES 45.5%			
Airlines 7.1%			
4,706	American Airlines Pass Through Trust, 6.817%, 11/23/12 (h)	B2/BB-	4,800,120
473	Northwest Airlines, Inc., 1.095%, 5/20/14, FRN (MBIA)(h)	Baa2/BBB-	446,265
869	United Air Lines Pass Through Trust (h), 6.636%, 1/2/24	Baa2/BB+	866,673
952	9.75%, 1/15/17	Baa2/BBB+	1,049,278
975	10.40%, 5/1/18	Baa2/BBB+	1,086,594
			8,248,930
Automotive 0.7%			
750	Tenneco, Inc., 8.625%, 11/15/14 (h)	Caa1/CCC+	772,500
Banking 4.8%			
1,000	American Express Bank FSB, 0.386%, 5/29/12, FRN (h)	A2/BBB+	991,161
2,200	Discover Bank, 7.00%, 4/15/20 (h)	Ba1/BBB-	2,397,496
2,000	Regions Financial Corp., 7.75%, 11/10/14 (h)	Baa3/BBB-	2,169,108
			5,557,765
Electric 0.2%			
250	Dynegy Holdings, Inc., 7.125%, 5/15/18	B3/B-	171,875
Energy 0.9%			
950	Consol Energy, Inc., 8.00%, 4/1/17 (a)(c)(h)	B1/BB	1,033,125
Financial Services 16.1%			
	Ally Financial, Inc.,		
10	5.90%, 1/15/19	B3/B	8,647
20	6.00%, 2/15/19	B3/B	17,412
106	6.00%, 3/15/19	B3/B	92,329
30	6.15%, 3/15/16	B3/B	28,054
20	6.30%, 8/15/19	B3/B	17,831
16	6.50%, 10/15/16	B3/B	15,100
23	6.65%, 6/15/18	B3/B	21,424
25	6.70%, 6/15/18	B3/B	23,358
19	6.75%, 8/15/16	B3/B	18,172
12	6.75%, 6/15/17	B3/B	11,556
18	6.75%, 9/15/18	B3/B	16,677
35	6.75%, 10/15/18	B3/B	32,353
2	6.80%, 10/15/18	B3/B	1,856
12	6.85%, 4/15/16	B3/B	11,569
174	6.90%, 8/15/18	B3/B	163,347

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30	7.00%, 6/15/17	B3/B	29,288
3	7.00%, 2/15/18	B3/B	2,894
100	7.00%, 3/15/18	B3/B	96,140
5	7.00%, 5/15/18	B3/B	4,719
55	7.00%, 8/15/18	B3/B	51,949
14	7.05%, 3/15/18	B3/B	13,499

PCM Fund, Inc. Schedule of Investments

September 30, 2010 (unaudited)

Principal Amount (000s)		Credit Rating (Moody s/S&P)	Value*
Financial Services (continued)			
\$32	7.05%, 4/15/18	B3/B	\$30,754
100	7.125%, 8/15/12	B3/B	99,561
6	7.15%, 9/15/18	B3/B	5,698
60	7.20%, 10/15/17	B3/B	59,273
5	7.25%, 9/15/17	B3/B	4,934
38	7.25%, 4/15/18	B3/B	36,936
60	7.25%, 8/15/18	B3/B	57,518
30	7.25%, 9/15/18	B3/B	28,663
195	7.30%, 12/15/17	B3/B	192,506
102	7.30%, 1/15/18	B3/B	100,384
76	7.35%, 4/15/18	B3/B	74,318
20	7.375%, 11/15/16	B3/B	19,804
36	7.40%, 12/15/17	B3/B	35,725
14	7.50%, 8/15/17	B3/B	13,745
12	7.50%, 11/15/17	B3/B	11,991
8	7.75%, 10/15/17	B3/B	8,015
19	8.00%, 10/15/17	B3/B	19,040
18	8.00%, 11/15/17	B3/B	18,038
5	8.20%, 3/15/17	B3/B	5,036
2,000	8.30%, 2/12/15 (a)(c)(h)	B3/B	2,185,000
322	9.00%, 7/15/20 (h)	B3/B	324,264
900	American General Finance Corp., 0.542%, 12/15/11, FRN (h)	B3/B	838,592
1,000	Cantor Fitzgerald L.P., 7.875%, 10/15/19 (a)(c)(h)	Baa3/BBB	1,051,528
CIT Group, Inc.,			
183	7.00%, 5/1/13	B3/B+	185,240
275	7.00%, 5/1/14 (h)	B3/B+	275,797
275	7.00%, 5/1/15	B3/B+	274,421
459	7.00%, 5/1/16 (h)	B3/B+	453,930
642	7.00%, 5/1/17 (h)	B3/B+	631,492
Ford Motor Credit Co. LLC (h),			
1,000	6.625%, 8/15/17	Ba3/B+	1,066,982
2,000	7.25%, 10/25/11	Ba3/B+	2,100,026
500	8.00%, 12/15/16	Ba3/B+	566,108
500	General Electric Capital Corp., 0.413%, 6/12/12, FRN	Aa2/AA+	492,675
1,600	International Lease Finance Corp., 7.125%, 9/1/18 (a)(c)(h)	Ba3/BBB-	1,732,000
1,000	Merrill Lynch & Co., Inc., 0.986%, 1/15/15, FRN (h)	A2/A	948,339
1,200	Morgan Stanley, 1.006%, 10/15/15, FRN (h)	A2/A	1,102,007
SLM Corp. (h),			
1,000	0.728%, 10/25/11, FRN	Ba1/BBB-	954,379
1,000	8.00%, 3/25/20	Ba1/BBB-	993,820
1,100	8.45%, 6/15/18	Ba1/BBB-	1,112,500
			18,789,213
Hotels/Gaming 1.0%			
1,100	MGM Resorts International, 9.00%, 3/15/20 (a)(c)(h)	B1/B	1,163,250
Insurance 6.5%			

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American International Group, Inc. (h),				
2,000	4.25%	5/15/13	A3/A-	2,075,000
500	5.45%	5/18/17	A3/A-	511,250
3,500	5.85%	1/16/18	A3/A-	3,640,000

PCM Fund, Inc. Schedule of Investments

September 30, 2010 (unaudited)

Principal Amount (000s)		Credit Rating (Moody s/S&P)	Value*
Insurance (continued)			
\$1,350	6.25%, 5/1/36	A3/A-	\$1,316,250
			7,542,500
Oil & Gas 2.6%			
	Anadarko Petroleum Corp.,		
200	6.20%, 3/15/40	Ba1/BBB-	195,625
1,000	6.375%, 9/15/17 (h)	Ba1/BBB-	1,103,541
1,400	6.45%, 9/15/36 (h)	Ba1/BBB-	1,406,084
285	Global Geophysical Services, Inc., 10.50%, 5/1/17 (a)(c)	B3/B	291,413
			2,996,663
Paper/Paper Products 0.9%			
1,000	Weyerhaeuser Co., 7.375%, 3/15/32 (h)	Ba1/BBB-	1,021,159
Real Estate Investment Trust 1.7%			
2,000	Reckson Operating Partnership L.P., 7.75%, 3/15/20 (a)(c)(h)	Ba2/BB+	2,025,990
Retail 2.6%			
	CVS Pass Through Trust (h),		
1,763	5.88%, 1/10/28	Baa2/NR	1,866,552
989	7.507%, 1/10/32 (a)(c)	Baa2/BBB+	1,163,898
			3,030,450
Utilities 0.4%			
500	Energy Future Holdings Corp., 10.00%, 1/15/20 (a)(c)	Caa3/B+	498,821
	Total Corporate Bonds & Notes (cost \$47,118,502)		52,852,241
ASSET-BACKED SECURITIES 7.6%			
1,000	Advanta Business Card Master Trust, 0.507%, 6/20/14, FRN	Ca/CCC-	846,303
207	Ameriquest Mortgage Securities, Inc., 5.881%, 2/25/33, FRN	Ca/D	16,651
158	Asset Backed Securities Corp. Home Equity, 3.008%, 6/21/29, FRN	Caa1/NR	27,984
689	Bayview Financial Acquisition Trust, 0.536%, 12/28/36, FRN	Baa1/BB	483,995
	Bear Stearns Asset Backed Securities Trust,		
124	0.636%, 6/25/36, FRN	NR/BB	93,468
1,043	3.504%, 7/25/36, VRN	NR/CCC	686,196
52	CDC Mortgage Capital Trust, 5.356%, 3/25/33, FRN	C/D	1,063
1,000	CWALT, Inc., 5.467%, 9/15/39 (a)(c)(e)	NR/NR	906,873
1,214	Denver Arena Trust, 6.94%, 11/15/19 (a)(c)	NR/NR	1,109,216
599	EMC Mortgage Loan Trust, 0.906%, 2/25/41, FRN (a)(c)	NR/NR	504,133
376	GE Mortgage Services LLC, 6.705%, 4/25/29, VRN	NR/NR	352,697
259	GSAA Trust, 0.526%, 6/25/35, FRN	B2/AA+	198,303
73	Keystone Owner Trust, 9.00%, 1/25/29 (a)(c)	Caa1/NR	67,215
940	Lehman XS Trust, 5.42%, 11/25/35	A3/AAA	716,657
2,455	Merrill Lynch First Franklin Mortgage Loan Trust, 0.496%, 5/25/37, FRN	Ca/CCC	1,177,535

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943	Oakwood Mortgage Investors, Inc., 6.89%, 11/15/32, VRN	C/D	280,202
101	Residential Asset Mortgage Products, Inc., 0.626%, 9/25/32, FRN	Baa3/CCC	62,410
91	Southern Pacific Secured Asset Corp., 0.596%, 7/25/29, FRN	B3/BB+	45,634
68	Structured Asset Investment Loan Trust, 4.756%, 10/25/33, FRN	Caa2/CC	4,596
1,000	UCFC Manufactured Housing Contract, 7.90%, 1/15/28, VRN	Ca/NR	1,170,003
1,856	UPS Capital Business Credit, 6.007%, 4/15/26, FRN	C/NR	75,404
Total Asset-Backed Securities (cost \$9,991,224)			8,826,538

PCM Fund, Inc. Schedule of Investments

September 30, 2010 (unaudited)

Principal			
Amount		Credit Rating	Value*
(000s)		(Moody s/S&P)	
MUNICIPAL BONDS & NOTES 2.0%			
Arkansas 0.6%			
\$865	Little Rock Municipal Property Owners Multipurpose Improvement Dist. No. 10, Special Tax, Capital Improvement Projects, 7.20%, 3/1/32, Ser. B	NR/NR	\$662,287
Iowa 0.3%			
295	Dickinson Cnty. Rev., Spirit Lake, 7.75%, 12/1/12, Ser. B	NR/NR	314,774
Virginia 0.5%			
565	Lexington Industrial Dev. Auth. Rev., 8.00%, 1/1/15, Ser. C	NR/NR	549,027
West Virginia 0.6%			
950	Tobacco Settlement Finance Auth. Rev., 7.467%, 6/1/47, Ser. A	Baa3/BBB	737,913
	Total Municipal Bonds & Notes (cost \$2,608,557)		2,264,001
Shares			
COMMON STOCK 0.0%			
Oil, Gas & Consumable Fuels 0.0%			
1,294	SemGroup Corp., Class A (g) (cost \$33,638)		30,080
Principal			
Amount			
(000s)			
U.S. GOVERNMENT AGENCY SECURITIES 0.0%			
\$15	Federal Housing Administration, 8.36%, 1/1/12 (e) (cost \$15,141)	Aaa/AAA	15,253
Shares			
WARRANTS 0.0%			
Oil, Gas & Consumable Fuels 0.0%			
1,362	SemGroup Corp., expires 11/30/14 (e)(g) (cost \$6,128)		7,235
SHORT-TERM INVESTMENTS 6.0%			
Principal			
Amount			
(000s)			
Corporate Notes (h) 4.2%			
Financial Services 3.7%			
\$2,000	Ford Motor Credit Co. LLC, 9.875%, 8/10/11	Ba3/B+	2,118,776
2,200	International Lease Finance Corp., 4.95%, 2/1/11	B1/BB+	2,211,000

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			4,329,776
Insurance 0.5%			
600	American International Group, Inc., 4.70%, 10/1/10	A3/A-	600,000
	Total Corporate Notes (cost \$4,707,812)		4,929,776
U.S. Treasury Bills (f) 0.7%			
820	0.104%-0.189%, 10/14/10-1/13/11 (cost \$819,898)		819,924
Asset-Backed Securities (b)(e) 0.1%			
131	PPM America High Yield CBO Ltd., 1.609%, 6/1/11 (cost \$113,899)	NR/NR	55,785
U.S. Government Agency Securities (f) 0.0%			
4	Freddie Mac, 0.326%, 2/1/11, FRN (cost \$4,000)	Aaa/AAA	4,000

PCM Fund, Inc. Schedule of Investments

September 30, 2010 (unaudited)

Principal Amount (000s)		Value*
Repurchase Agreement 1.0%		
\$1,200	Credit Suisse Securities (USA) LLC, dated 9/30/10, 0.2%, due 10/1/10, proceeds \$1,200,007; collateralized by U.S. Treasury Notes, 0.375%, due 9/30/12, valued at \$1,227,092, including accrued interest (cost \$1,200,000)	\$ 1,200,000
Total Short-Term Investments (cost \$6,845,609)		7,009,485
Total Investments (cost \$203,719,696) 185.0%		214,958,696
Liabilities in excess of other assets (85.0%)		(98,772,935)
Net Assets 100%		\$ 116,185,761

At September 30, 2010 the cost basis of investments for federal income tax is \$203,719,703. Aggregate gross unrealized appreciation for securities in which there is an excess of value over tax cost is \$21,448,071; aggregate gross unrealized depreciation for securities in which there is an excess of tax cost over value is \$10,209,078; and net unrealized appreciation for federal income tax purposes is \$11,238,993.

The difference between book and tax appreciation is primary attributable to wash sales.

Notes to Schedule of Investments:

- * Portfolio securities and other financial instruments for which market quotations are readily available are stated at market value. Market value is generally determined on the basis of last reported sales prices, or if no sales are reported, on the basis of quotes obtained from a quotation reporting system, established market makers, or independent pricing services.

Portfolio securities and other financial instruments for which market quotations are not readily available, or for which a development/event occurs that may significantly impact the value of a security, are fair-valued, in good faith, pursuant to procedures established by the Board of Trustees, or persons acting at their discretion pursuant to procedures established by the Board of Trustees, including certain fixed income securities which may be valued with reference to securities whose prices are more readily available. The Fund's investments are valued daily using prices supplied by an independent pricing service or dealer quotations, or by using the last sale price on the exchange that is the primary market for such securities, or the mean between the last quoted bid and ask price. Independent pricing services use information provided by market makers or estimates of market values obtained from yield data relating to investments or securities with similar characteristics. Short-term securities maturing in 60 days or less are valued at amortized cost, if their original term to maturity was 60 days or less, or by amortizing their value on the 61st day prior to maturity, if the original term to maturity exceeded 60 days.

The prices used by the Fund to value securities may differ from the value that would be realized if the securities were sold and these differences could be material. The Fund's NAV is normally determined as of the close of regular trading (normally, 4:00 p.m. Eastern time) on the New York Stock Exchange (NYSE) on each day the NYSE is open for business.

- (a) Private Placement Restricted as to resale and may not have a readily available market. Securities with an aggregate value of \$61,701,194, representing 53.1% of net assets.
- (b) Illiquid.
- (c) 144A Exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, typically only to qualified institutional buyers. Unless otherwise indicated, these securities are not considered to be illiquid.
- (d) In default.
- (e) Fair-Valued Securities with an aggregate value of \$3,493,103, representing 3.0% of net assets.
- (f) All or partial amount segregated for the benefit of the counterparty as collateral for swaps.
- (g) Non-income producing.
- (h) All or partial amount segregated for the benefit of the counterparty as collateral for reverse repurchase agreements.
- (i) Restricted. The aggregate acquisition cost of such securities is \$1,559,473. The aggregate market value is \$1,601,949, representing 1.4% of net assets.

Glossary:

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CMO Collateralized Mortgage Obligation

FRN Floating Rate Note. The interest rate disclosed reflects the rate in effect on September 30, 2010.

IO Interest Only

MBIA insured by Municipal Bond Investors Assurance

NR Not Rated

VRN Variable Rate Note. Instruments whose interest rates change on specified date (such as a coupon date or interest payment date) and/or whose interest rates vary with changes in a designated base rate (such as the prime interest rate). The interest rate disclosed reflects the rate in effect on September 30, 2010.

Other Investments:

(A) Credit default swap agreements:

Buy protection swap agreements outstanding at September 30, 2010 ⁽¹⁾:

Swap Counterparty/ Referenced Debt Issuer	Notional Amount Payable on Default (000s) ⁽⁴⁾	Credit Spread ⁽³⁾	Termination Date	Payments Made	Market Value ⁽⁵⁾	Upfront Premiums Received	Unrealized Depreciation
Bank of America:							
American International Group	\$ 3,500	2.39%	3/20/18	(5.00)%	\$ (570,950)	\$ (344,739)	\$ (226,211)

Sell protection swap agreements outstanding at September 30, 2010 ⁽²⁾:

Swap Counterparty/ Referenced Debt Issuer	Notional Amount Payable on Default (000s) ⁽⁴⁾	Credit Spread ⁽³⁾	Termination Date	Payments Received	Market Value ⁽⁵⁾	Upfront Premiums Received	Unrealized Appreciation (Depreciation)
Bank of America:							
MetLife	\$ 3,500	2.18%	9/20/15	1.00%	\$ (187,880)	\$ (235,194)	\$ 47,314
Citigroup:							
SLM	1,000	4.57%	12/20/13	5.00%	13,873	(157,500)	171,373
Deutsche Bank:							
American International Group	2,000	1.64%	3/20/13	2.10%	23,584		23,584
SLM	1,000	4.57%	12/20/13	5.00%	13,873	(122,500)	136,373
SLM	3,000	5.47%	3/20/19	5.35%	(15,828)		(15,828)
Merrill Lynch:							
SLM	700	4.57%	12/20/13	5.00%	9,711	(98,000)	107,711
					\$ (142,667)	\$ (613,194)	\$ 470,527

(1) If the Fund is a buyer of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) receive from the seller of protection an amount equal to the notional amount of the swap and deliver the referenced obligation or underlying securities comprising the referenced index or (ii) receive a net settlement amount in the form of cash or securities equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.

(2) If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash or securities equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.

(3) Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements as of period end serve as an indicator of the current status of the payment/performance risk and represent the likelihood or risk of default for the credit derivative. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to be made to enter into the agreement. Wider credit spreads represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

(4) The maximum potential amount the Fund could be required to make available as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.

(5) The quoted market prices and resulting values for credit default swap agreements serve as an indicator of the status at September 30, 2010 of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement been closed/sold as of the period end. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

(b) Open reverse repurchase agreements at September 30, 2010: