

SUPPLEMENT DATED 29 November, 2017 to the Prospectus issued for PIMCO Fixed Income Source ETFs plc

PIMCO Short-Term High Yield Corporate Bond Index Source UCITS ETF

This Supplement contains information relating specifically to the PIMCO Short-Term High Yield Corporate Bond Index Source UCITS ETF (the “**Fund**”), a Fund of PIMCO Fixed Income Source ETFs plc (the “**Company**”), an open-ended umbrella fund with segregated liability between Sub-Funds authorised by the Central Bank on 9 December, 2010 as a UCITS pursuant to the UCITS Regulations.

This Supplement forms part of and should be read in the context of and in conjunction with the Prospectus for the Company dated 12 July, 2017 (the “Prospectus”) which immediately precedes this Supplement and is incorporated herein.

The Directors of the Company whose names appear in the Prospectus under the heading “Management and Administration” accept responsibility for the information contained in this Supplement and the Prospectus. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case) the information contained in this Supplement and in the Prospectus is in accordance with the facts and does not omit anything likely to affect the import of such information. The Directors accept responsibility accordingly.

Application will be made to the Irish Stock Exchange, London Stock Exchange (“**LSE**”) and/or such other exchanges as the Directors may determine from time to time (the “**Relevant Stock Exchanges**”) for the listing of the Shares issued and available to be issued to be admitted to listing on the Official List and trading on the Main Securities Market of each of the Relevant Stock Exchanges on or about the Launch Date. This Supplement and the Prospectus together comprise listing particulars for the purposes of listing the Shares on the Official List and trading on the Main Securities Market of each of the Relevant Stock Exchanges.

Neither the admission of the Shares to the Official List and to trading on the Main Securities Market of each of the Relevant Stock Exchanges nor the approval of this document, pursuant to the listing requirements of the Irish Stock Exchange shall constitute a warranty or representation by the Irish Stock Exchange as to the competence of the service providers to or any other party connected with the Company, the adequacy of information contained in this document or the suitability of the Company for investment purposes.

Investors should read and consider the section entitled “Risk Factors” before investing in the Fund. The Fund is passively managed. Typical investors in the Fund will be investors looking for exposure to short term U.S. Dollar below investment grade corporate debts publicly issued in the U.S. domestic market with a medium investment time horizon and volatility. The registrar for the Fund is Computershare Investor Services (Ireland) Limited.

An investment in the Fund should not constitute a substantial proportion of an investment portfolio and may not be appropriate for all investors.

1. Interpretation

The expressions below shall have the following meanings:

“Business Day”	means any day (except Saturday or Sunday) on which banks are open for business in London or such other days as may be specified by the Company and notified to Shareholders.
“Dealing Day”	Any day on which the NYSE Arca and banks in London are open for business or such other days as may be specified by Company and notified to Shareholders in advance provided there shall be one Dealing Day per fortnight. Notwithstanding the foregoing, it will not be a Dealing Day for the Fund where either as a result of public holidays or market/stock exchange closures in any jurisdiction, it makes it difficult (i) to administer

the Fund or (ii) value a portion of the Fund's assets. The Fund will also be closed on 1st January and 24th, 25th, 26th December each year.

For further details on proposed Fund closures throughout the year, Shareholders and prospective investors should contact the administrator or consult the funds holiday calendar (a copy of which is also available from the Administrator)

“Dealing Deadline”	means 17.00 Irish time on the relevant Dealing Day or such other time as the Directors may determine and notify to Shareholders in advance provided always that the Dealing Deadline is no later than the Valuation Point.
“Initial Issue Price”	means, depending on the denomination of the Share Class, USD 100.00, GBP 10.00 (in respect of the GBP Hedged Income Class) or such other amount as determined by Directors in accordance with the Central Bank requirements and disclosed to applicable investors in advance of investment.
“Investment Adviser”	means PIMCO Europe Ltd. to whom the Manager has delegated discretionary investment management of the Fund pursuant to the PIMCO Europe Investment Advisory Agreement. The summary of the PIMCO Europe Investment Advisory Agreement in the section in the Prospectus headed “material contracts” summarises the terms of the PIMCO Europe Investment Advisory Agreement under which the Investment Advisor has been appointed.
“Settlement Deadline”	means, in respect of subscriptions, 17.00 Irish time on the relevant Dealing Day.
“Toggle Notes”	mean payment in kind securities where the borrower has the option at each payment date to pay interest in cash or in kind.
“Valuation Point”	means 21.00 (Irish time) on the Dealing Day at which time the Net Asset Value is calculated.

All other defined terms used in this Supplement shall have the same meaning as in the Prospectus.

2. Classes of Shares

The Fund currently issues the following classes:

Class	Distribution Type	Benchmark*
USD	Income	ICE BofAML 0-5 Year US High Yield Constrained Index
USD	Accumulation	ICE BofAML 0-5 Year US High Yield Constrained Index
EUR Hedged	Income	ICE BofAML 0-5 Year US High Yield Constrained Index (EUR Hedged)
EUR Hedged	Accumulation	ICE BofAML 0-5 Year US High Yield Constrained Index (EUR Hedged)
CHF Hedged	Income	ICE BofAML 0-5 Year US High Yield Constrained Index (CHF Hedged)

CHF Hedged	Accumulation	ICE BofAML 0-5 Year US High Yield Constrained Index (CHF Hedged)
GBP Hedged	Income	ICE BofAML 0-5 Year US High Yield Constrained Index (GBP Hedged)
GBP Hedged	Accumulation	ICE BofAML 0-5 Year US High Yield Constrained Index (GBP Hedged)

* As outlined in Section 5 “**Investment Objective**” and Section 6 “**Investment Policy**” below, the Benchmark for the Fund (i.e. all share classes) is the ICE BofAML 0-5 Year US High Yield Constrained Index. There is also a EUR Hedged, CHF Hedged and GBP Hedged version of the ICE BofAML 0-5 Year US High Yield Constrained Index available as described in the above chart and the respective EUR Hedged, CHF Hedged and GBP Hedged share classes are intended to be hedged so as to correspond with the respective hedged version of the index.

3. **Base Currency**

The Base Currency shall be the US Dollar. The Net Asset Value per Share will be published and settlement and dealing will be effected in the currency of the Class.

4. **Exchange Traded Fund**

The Fund is an exchange-traded fund and Shares of the Fund will be listed and traded at market prices on one or more Relevant Stock Exchanges and other secondary markets. It is envisaged that Shares will be bought and sold by retail and institutional investors in the secondary market in the same way as ordinary shares of a listed trading company.

The market price for the Fund’s Shares may be different from the Fund’s Net Asset Value. Subscriptions for Shares are paid in cash or in kind with securities the Fund may acquire pursuant to its investment objective and policies (and acceptable as such to the Investment Adviser). Investors may trade on the secondary market. Investors should consult the sections of the Prospectus entitled “**How to Purchase Shares**” and “**Dealing in Shares in the Secondary Market**” for full details in relation to the acquisition or disposal of Shares in the Fund.

On each Business Day, before commencement of trading on the Relevant Stock Exchange, the Fund will disclose on www.SourceETF.com the identities and quantities of the Fund’s portfolio holdings that form the basis for the Fund’s calculation of the Net Asset Value in respect of the previous Dealing Day.

5. **Investment Objective**

The investment objective of the Fund is to seek to provide a return that closely corresponds, before fees and expenses, to the total return of the ICE BofAML 0-5 Year US High Yield Constrained Index (the “**Index**”).¹

6. **Investment Policy**

¹ “ICE BofAML” and “The ICE BofAML 0-5 Year US High Yield Constrained Index” are reprinted with permission. © Copyright 2012 Merrill Lynch, Pierce, Fenner & Smith Incorporated (“BofA Merrill Lynch”). All rights reserved. “ICE BofAML” and “The ICE BofAML 0-5 Year US High Yield Constrained Index” are service marks of BofA Merrill Lynch and/or its affiliates and have been licensed for use for certain purposes by PIMCO on behalf of the PIMCO Short-Term High Yield Corporate Bond Index Source UCITS ETF that is based on The ICE BofAML 0-5 Year US High Yield Constrained Index, and is not issued, sponsored, endorsed or promoted by BofA Merrill Lynch and/or BofA Merrill Lynch’s affiliates nor is BofA Merrill Lynch and/or BofA Merrill Lynch’s affiliates an adviser to the PIMCO Short-Term High Yield Corporate Bond Index Source UCITS ETF. BofA Merrill Lynch and BofA Merrill Lynch’s affiliates make no representation, express or implied, regarding the advisability of investing in the PIMCO Short-Term High Yield Corporate Bond Index Source UCITS ETF or The ICE BofAML 0-5 Year US High Yield Constrained Index and do not guarantee the quality, accuracy, timeliness or completeness of The ICE BofAML 0-5 Year US High Yield Constrained Index, index values or any index related data included herein, provided herewith or derived therefrom and assume no liability in connection with their use. As the index provider, BofA Merrill Lynch is licensing certain trademarks, The ICE BofAML 0-5 Year US High Yield Constrained Index and trade names which are composed by BofA Merrill Lynch without regard to PIMCO, the PIMCO Short-Term High Yield Corporate Bond Index Source UCITS ETF or any investor. BofA Merrill Lynch and BofA Merrill Lynch’s affiliates do not provide investment advice to PIMCO or the PIMCO Short-Term High Yield Corporate Bond Index Source UCITS ETF and are not responsible for the performance of the PIMCO Short-Term High Yield Corporate Bond Index Source UCITS ETF.

The Fund will invest its assets in a diversified portfolio of US Dollar denominated Fixed Income Instruments (as defined in full in the Prospectus) that, as far possible and practicable, consist of the component securities of the Index. The Fund may invest directly in the component securities of the Index or gain an indirect exposure to those securities through derivative instruments such as swaps. The ICE BofAML 0-5 Year US High Yield Constrained Index tracks the performance of short-term U.S. dollar denominated below investment grade corporate debt publicly issued in the U.S. domestic market including bonds, Rule 144a securities and pay-in-kind securities including Toggle Notes. Qualifying securities must have less than five years remaining term to final maturity, a below investment grade rating (based on an average of Moody's, S&P and Fitch), a fixed coupon schedule and a minimum amount outstanding of \$250 million. In addition, issuers of qualifying securities must be located in or have substantial business operations in investment grade countries that are members of the FX G10, Western Europe or territories of the U.S. and Western Europe. Country sovereign debt ratings of such investment grade countries are based on an average of Moody's, S&P and Fitch foreign currency long term sovereign debt ratings. The index is rebalanced on a monthly basis however it is not anticipated that this will have a substantial impact (if any) on costs. Where it is not possible for the Fund to invest directly or indirectly in the component securities of the Index, the Fund may also invest in Fixed Income Instruments that are as close to the component securities of the Index as possible. For cost effectiveness, the Fund may seek to obtain market exposure to the securities in which it primarily invests (below investment grade corporate bonds, Rule 144a securities and pay-in-kind securities, including Toggle Notes) by entering into a series of purchase and sale contracts (this investment process will utilize certain efficient portfolio management techniques highlighted below). The average portfolio duration of the Fund will closely correspond to the duration of the Index. Further details on the Index, including an up to date description of its duration, are available from the Investment Adviser on request and on <http://www.mlindex.ml.com/gispublic/>. The Fund may experience high volatility from time to time.

The Fund may only invest in USD denominated Fixed Income Securities and USD denominated currency positions. The various efficient portfolio management techniques (which include when issued, delayed delivery, forward commitment, repurchase and reverse repurchase and securities lending transactions) are subject to the limits and conditions set down by the Central Bank from time to time and are more fully described under the heading "**Efficient Portfolio Management and Securities Financing Transactions**". There can be no assurance that the Investment Adviser will be successful in employing these techniques.

Subject to the Regulations as set forth in Appendix 3 of the Prospectus and as more fully described under the headings "**Efficient Portfolio Management and Securities Financing Transactions**" and "**Characteristics and Risks of Securities, Derivatives, Other Investments and Investment Techniques**", the Fund may use derivative instruments such as futures, options, options on futures, currency forwards and swap agreements (which may be listed or over-the-counter). Such derivative instruments may be used (i) for hedging purposes and/or (ii) for investment purposes. For example, the Fund may use derivatives (which will be based only on underlying assets or indices based on Fixed Income Securities which are permitted under the investment policy of the Fund) (i) as a substitute for taking a position in the underlying asset where the Investment Adviser feels that a derivative exposure to the underlying asset represents better value than a direct exposure, and/or (ii) to gain an exposure to the composition and performance of a particular bond or fixed income related index (details of which shall be available from the Investment Adviser and provided always that the Fund may not have an indirect exposure through an index to an instrument, issuer or currency to which it cannot have a direct exposure). When investing in derivative instruments, the Fund will not invest in fully funded swaps.

The use of derivative instruments (whether for hedging and/or for investment purposes) may expose the Fund to the risks disclosed under the headings "**General Risk Factors**" and detailed under "**Characteristics and Risks of Securities, Derivatives, Other Investments and Investment Techniques**". Position exposure to underlying assets of derivative instruments (other than index based derivatives) (whether for hedging purposes and/or for investment purposes), when combined with positions resulting from direct investments, will not exceed the investment limits set out in Appendix 3 of the Prospectus. Although the use of derivatives (whether for hedging or investment purposes) will give rise to an additional leveraged exposure and may

create synthetic short positions (i.e. positions which are in economic terms equivalent to short positions as described below), the level of leverage (calculated as described below) for the Fund is typically expected to range from 0% to 600% of Net Asset Value. However, the Fund's leverage may increase to higher levels, for example, at times when the Investment Advisor deems it most appropriate to use derivative instruments to alter the Fund's interest rate, currency or credit exposure.

The leverage figure is calculated using the sum of the notionals of the derivatives used as is required by the Central Bank and as such does not take into account any netting and hedging arrangements that the Fund has in place at any time.

Where the Investment Advisor believes it appropriate to do so as a result of detailed investment analysis, the Fund may use derivatives to create synthetic short positions. Synthetic short positions are positions which are in economic terms equivalent to short positions and will be implemented through the use of financial derivative instruments in accordance with the Central Bank's requirements. The Fund will take long and synthetic short positions over a variety of time periods in accordance with the requirements of the Central Bank. Further information on the Fund's use of derivatives is set out below. The proportion of long to short exposure in the Fund will depend on the market conditions at any given time. It is possible that the Fund may have long only exposure, or conversely short only exposure at any point in time. Although under normal market conditions it is not anticipated that the fund would be directionally short, on a net basis. Such positions may be taken across various asset classes contemplated under the investment policy of the Fund as set out herein. When calculated using the gross notional value of any derivatives in the Fund and the market value of any direct investments, the combination of total gross long positions and total gross short positions are not expected to exceed 800% of the Net Asset Value of the Fund. For further information, please refer to the paragraph in this section of the Supplement outlining the level of leverage expected for the Fund which is calculated using the sum of the notionals of the derivatives used.

The market risk associated with the use of derivatives will be covered and will be risk managed using the Value at Risk ("VaR") methodology in accordance with the Central Bank's requirements. VaR is a statistical methodology that predicts, using historical data, the likely maximum daily loss that the fund could lose calculated daily to a one-tailed 99% confidence level. However there is a 1% statistical chance that the daily VaR number may be exceeded. The VaR approach uses a historical observation period and thus the VaR result may be biased if abnormal market conditions are not prevalent or are omitted from the historical observation period. Accordingly, the Fund could suffer significant financial losses in abnormal market conditions. The Manager will attempt to minimize such risks by conducting regular back testing and stress testing of the VaR model in accordance with Central Bank requirements.

The Fund intends to use the Relative VaR model. Accordingly, the VaR of the Fund's portfolio will not exceed twice the VaR on a comparable benchmark portfolio or reference portfolio (i.e. a similar portfolio with no derivatives) which will reflect the Fund's intended investment style. The Relative VaR benchmark is the Index. The holding period shall be 20 days. The historical observation period shall not be less than one year. It should be noted that the above limit is the current Relative VaR limit required by the Central Bank. However, should the VaR model for the Fund or the Central Bank's limits change, the Fund will have the ability to avail of such new model or limits by updating this Supplement and the Risk Management Process of the Company accordingly. The measurement and monitoring of all exposures relating to the use of derivative instruments will be performed on at least a daily basis.

7. Offer

The initial offer period for the USD Income and EUR Income Hedged Class Shares is closed and the Shares will be issued at the Net Asset Value per Share.

The Initial Offer Period for any Class of Shares in the Fund which is available but not yet launched will close on 22 May, 2018. The Initial Offer Period may be shortened or extended by the Directors. The Central Bank will be notified of any shortening or extension of the Initial Offer

Period if subscriptions for Shares have been received and otherwise on an annual basis. After closing of the initial offer period Shares will be issued at the Net Asset Value per Share.

8. Minimum Initial Subscription and Minimum Transaction Size

Each investor must make a Minimum Initial Subscription of USD 1,000,000 (or its equivalent in the relevant Share Class currency). A Shareholder may make subsequent subscriptions, conversions and redemptions, each subject to a minimum transaction size of USD 500,000 (or its equivalent in the relevant Share Class currency).

The Directors reserve the right to differentiate between Shareholders as to the Minimum Initial Subscription amount and waive or reduce the Minimum Initial Subscription and minimum transaction size for certain investors.

9. Fees and Expenses

Management Fees:

The Manager will be entitled to receive a Management Fee as outlined in the section of the prospectus entitled "Fees and Expenses" of up to 2.5% per annum of the Net Asset Value of each Class of the Fund out of which the Manager shall discharge the fees and expenses of the Investment Advisor, the Administrator, the Depository and such other fees and expenses as described in detail in the Prospectus which are incurred in relation to the Fund. The Management Fee will be accrued on each Dealing Day and will be paid monthly in arrears.

Notwithstanding that the Manager is entitled to receive a Management Fee of up to 2.5% per annum of the Net Asset Value of each Class of the Fund, the Management Fee for the Classes is as follows:

Class	Management Fee
USD Income	0.55%
USD Accumulation	0.55%
EUR Income Hedged	0.60%
EUR Accumulation Hedged	0.60%
CHF Income Hedged	0.60%
CHF Accumulation Hedged	0.60%
GBP Income Hedged	0.60%
GBP Accumulation Hedged	0.60%

The establishment costs of the Fund are payable out of the Management Fee.

Other Expenses:

The Fund shall bear other expenses related to its operation that are not covered by the Management Fee including, but not limited to, taxes and governmental fees, brokerage fees, commissions and other transaction expenses, costs of borrowing money including interest expenses, extraordinary expenses (such as litigation and indemnification expenses) and its attributable portion of fees and expenses of the Company's independent Directors and their counsel.

A summary of the fees and expenses of the Company is set out in the Prospectus under the heading "Fees and Expenses".

Transactional Fees

The Directors may at their discretion, impose the following charges on Shareholders:

<i>Transactional Fee</i>	<i>All Classes</i>
Subscription Charge	Up to 3%
Redemption Charge	Up to 3%
Exchange Charge	Up to 1%
In-Kind Transaction Fee	Up to \$1000
Mix Fee	\$500 plus a maximum of 3% on any cash portion

10. Dividends and Distributions

Dividends paid in respect of any Income Class Shares in the Fund will be declared monthly and paid in cash after declaration.

The net investment income allocated to Accumulation Class Shares in the Fund will neither be declared nor distributed but the Net Asset Value per Share of Accumulation Shares will be increased to take account of the net investment income.

11. Risk Factors

The attention of investors is drawn to the sections of the Prospectus headed “**General Risk Factors**” which may all be applicable to the Fund and “**Characteristics and Risks of Securities, Derivatives, Other Investments and Investment Techniques**” for information on risks relating to those securities, instruments and markets which form part of the Fund’s investment policy as outlined in the “Investment Objective and Policies” section above. Specifically, we draw the attention of investors to certain risks associated with this Fund, as outlined in the sections above, which include, but are not limited to Credit Risk, Derivatives Risk, Interest Rate Risk, Currency Risk, Liquidity Risk and Secondary Market Trading Risk.

Please refer to the synthetic risk and reward indicator (the “**SRRI**”) as disclosed in the “Risk and reward profile” section of the Key Investor Information Document for the relevant share class in which you are invested in or proposed to invest in. The SRRI is based on the volatility of the Fund calculated in accordance with UCITS requirements. The higher the risk grading in the SRRI may mean that the net asset value of the Fund is likely to experience higher levels of volatility.

12. General

As at the date of this Supplement, the Company has no loan capital (including term loans) outstanding or created but unissued nor any mortgages, charges, debentures or other borrowings or indebtedness in the nature of borrowings, including bank overdrafts, liabilities under acceptances (other than normal trade bills), acceptance credits, finance leases, hire purchase commitments, guarantees, other commitments or contingent liabilities.

No present Director or any Connected Person has any interests beneficial or non-beneficial or any options in the share capital of the Company.

Save as disclosed in this Supplement, there has been no significant change and no significant new matter has arisen since publication of the Prospectus.