

AllianzGI Convertible & Income Fund

Form N-CSR

April 30, 2019

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UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED

MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number: 811-21284

AllianzGI Convertible & Income Fund

(Exact name of registrant as specified in charter)

1633 Broadway, New York, NY 10019

(Address of principal executive offices) (Zip code)

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Scott Whisten 1633 Broadway, New York, New York 10019

(Name and address of agent for service)

Registrant's telephone number, including area code: 212-739-3367

Date of fiscal year end: February 28

Date of reporting period: February 28, 2019

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Item 1. Report to Shareholders

AllianzGI Convertible & Income 2024 Target Term Fund

AllianzGI Convertible & Income Fund

AllianzGI Convertible & Income Fund II

Annual Report

February 28, 2019

Beginning on January 1, 2021, as permitted by regulations adopted by the U.S. Securities and Exchange Commission, paper copies of shareholder reports will no longer be sent by mail, unless you specifically request paper copies of the reports. Instead, the reports will be made available on the Funds' website (us.allianzgi.com), and you will be notified by mail each time a report is posted and provided with a website link to access the report.

If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. You may elect to receive shareholder reports and other communications from a Fund electronically anytime by contacting your financial intermediary (such as a broker-dealer or bank) or, if you are a direct investor, by enrolling at us.allianzgi.com/edelivery.

If you prefer to receive paper copies of your shareholder reports after January 1, 2021, direct investors may inform a Fund at any time. If you invest through a financial intermediary, you should contact your financial intermediary directly. Paper copies are provided free of charge and your election to receive reports in paper will apply to all funds held with the fund complex if you invest directly with a Fund or all funds held in your account if you invest through your financial intermediary.

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Letter from the President

Thomas J. Fuccillo

President & Chief Executive Officer

Dear Shareholder:

The US economic expansion continued during the twelve-month fiscal reporting period ended February 28, 2019. In contrast, economic growth overseas weakened. Over this period, global equities generated mixed results. Meanwhile, the overall US bond market posted a modest gain during the period.

For the 12-month reporting period ended February 28, 2019

AllianzGI Convertible & Income 2024 Target Term Fund returned 4.96% on net asset value (NAV) and 3.72% on market price.

AllianzGI Convertible & Income Fund returned -2.42% on NAV and 2.00% on market price.

AllianzGI Convertible & Income Fund II returned -2.69% on NAV and 1.14% on market price.

During the twelve-month period ended February 28, 2019, the Standard & Poor's (S&P) 500 Index, an unmanaged index generally representative of the US stock market, returned 4.68% and the ICE BofA Merrill Lynch High Yield Master II Index, an unmanaged index generally representative of the high yield bond market, returned 4.26%. Convertible securities, which share characteristics of both stocks and bonds, generated even stronger results. The ICE BofA Merrill Lynch All Convertibles All Qualities Index, an unmanaged index generally representative of the convertible securities market, returned 8.33%.

Turning to the US economy, gross domestic product (GDP), the value of goods and services produced in the country, which is the broadest measure of economic activity and the principal indicator of economic performance, expanded at a 2.2% annualized pace during the first quarter of 2018. Second quarter 2018 GDP then accelerated to an annual pace of 4.2%, the best reading since the third quarter of 2014. GDP grew at an annual pace of 3.4% during the third quarter of 2018. Finally, the Commerce Department's initial reading for fourth quarter 2018 GDP growth released after the reporting period ended was 2.6%.

After raising interest rates three times in 2017, the US Federal Reserve (the Fed) again raised rates at its meetings in March, June, September and December of 2018. The last hike pushed the federal funds rate to a range between 2.25% and 2.50%. The Fed also continued to reduce the size of its balance sheet. At its January 2019 meeting, the Fed indicated that it expected to temper its monetary policy tightening in 2019, although this may change based on incoming economic data.

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Outlook

Last year was generally a challenging one for investors overall, with poor returns and renewed volatility giving global investors few places to hide, particularly as the year came to a close. The markets seem wary of the growing signs of economic fatigue around the world. Late-cycle fault lines have become more visible: in our view, corporate profit growth may have peaked, fiscal stimulus is waning and central banks are providing less liquidity.

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us.allianzgi.com/edelivery.

We think economic growth around the world is getting patchier and the US is slowing down amid growing fears of a recession. Although the US economy has the potential to deteriorate in 2019, as signaled by a flatter yield curve and weaker housing market, a recession seems unlikely this year. Even if a recession were to happen, we think active investors will still be able to find opportunities by focusing on the fundamentals – including using proprietary research.

Given recent market conditions and concerns about a recession, it is understandable that investors may be nervous that this long but lackluster economic cycle is coming to an end. However, we do not believe it's finished just yet. So, despite market corrections and volatility, we believe investors should aim to benefit from the long-term power of compounding. In addition, we believe investors should look beyond the immediate news flow and political bluster and instead focus on balance-sheet strengths and other qualities that underpin the sustainability of investments.

On behalf of Allianz Global Investors U.S. LLC, thank you for investing with us. We encourage you to consult with your financial advisor and to visit our website, us.allianzgi.com/closedendfunds, for additional information. We remain dedicated to serving your investment needs.

Sincerely,

Thomas J. Fuccillo
President & Chief Executive Officer

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Fund Insights

AllianzGI Convertible & Income 2024 Target Term Fund / AllianzGI Convertible & Income Fund /AllianzGI Convertible & Income Fund II

February 28, 2019 (unaudited)

AllianzGI Convertible & Income 2024 Target Term Fund

For the period of March 1, 2018 through February 28, 2019, as provided by Douglas G. Forsyth, CFA, Portfolio Manager.

For the twelve-month period ended February 28, 2019, the AllianzGI Convertible & Income 2024 Target Term Fund (the Fund) returned 4.96% on net asset value (NAV) and 3.72% on market price.

Market Environment

The convertible bond, high-yield bond, and senior secured loan markets produced positive returns over the twelve-month period.

Increased volatility in the fourth quarter of 2018 momentarily disrupted the upward trajectory of risk assets over the twelve month period. After a weak finish to the year the convertible bond, high-yield bond, and senior secured loan markets rebounded sharply in 2019. Factors aiding the recovery included United States and China trade progress, a dovish pivot by the US Federal Reserve (Fed) and better-than-feared fourth-quarter financial results.

Against this backdrop, corporate fundamentals continued to improve, with most US companies reporting better-than-expected financial results. In 2018, quarterly earnings growth on a year-over-year basis for the S&P 500 Index averaged more than 20%, according to FactSet Research. Additionally, high-yield credit fundamentals strengthened, continuing a multi-year trend.

The strength of the US economy was supportive of the markets and contrasted overseas slowing. US reports revealed solid growth

throughout the annual period with fourth-quarter GDP growth increasing 2.6% and topping expectations. Unemployment stayed low, industrial production increased and consumer spending was healthy. Not all data were positive; however, auto, housing and semiconductor reports confirmed further easing in these industries.

With the US economy growing above trend, the Fed continued to reduce its balance sheet and, as expected, raised the federal funds rate for a fourth time in 2018 and a ninth time this cycle to a range of 2.25% to 2.50%. The Fed's posture shifted in the new year, signaling a patient approach toward monetary policy adjustments and indicating balance sheet flexibility.

Portfolio Specifics

The Fund benefited from exposure to convertibles, high-yield bonds and senior secured loans. In addition to providing a positive total return, the Fund also provided a high level of income over the reporting period.

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In the convertible bond sleeve, sectors that contributed positively to relative performance were financials, healthcare, and consumer discretionary. On the other hand technology, transportation, and energy sectors pressured relative performance.

In the high-yield bond sleeve, industry exposure that helped relative performance included energy, automotive, and healthcare. Conversely, the financial services, telecommunications, and chemicals industries hindered relative performance.

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In the senior secured loan sleeve, the top contributing industries included consumer goods, technology & electronics, and retail. The top detracting industries were limited to food & drug retailers and building materials.

Outlook

We believe the US economy and corporate earnings are projected to deliver continued growth in 2019. While some cyclical areas have exhibited weakness, we believe that the overall credit and fundamental profiles of risk assets remain healthy and we believe are not signaling an economic downturn.

We expect US economic activity to slow from above-trend growth to a moderate pace in 2019. Despite some headwinds, we believe that residual impacts of the tax cut, ongoing deregulation efforts and the potential for an infrastructure spending bill support a continuation of economic growth.

The Fed has communicated balance sheet flexibility and a patient approach toward future monetary policy adjustments.

After bottoming in the second quarter of 2016, corporate profits have accelerated through the third quarter of 2018. In 2019, the profit trajectory is still higher, in our view, growth could be less robust given high year-over-year comparisons, US dollar strength and trade uncertainty/tariffs.

AllianzGI Convertible & Income Fund / AllianzGI Convertible & Income Fund II

For the period of March 1, 2018 through February 28, 2019, as provided by Douglas G. Forsyth, CFA, Portfolio Manager.

For the twelve-month period ended February 28, 2019, the AllianzGI Convertible & Income Fund returned -2.42% on net asset value (NAV) and 2.00% on market price.

For the twelve-month period ended February 28, 2019, the AllianzGI Convertible & Income Fund II returned -2.69% on NAV and 1.14% on market price.

Market Environment

The convertible and high-yield bond markets produced positive returns over the twelve-month period ended February 28, 2019.

Increased volatility in the fourth quarter of 2018 momentarily disrupted the upward trajectory of risk assets over the twelve month period. After a weak finish to the year the convertible bond and high-yield bond markets rebounded sharply in 2019. Factors aiding the recovery included United States and China trade progress, a dovish pivot by the Fed and better-than-feared fourth-quarter financial results.

Against this backdrop, corporate fundamentals continued to improve, with most US companies reporting better-than-expected financial results. In 2018, quarterly earnings growth on a year-over-year basis for the S&P 500 Index averaged more than 20%, according to FactSet Research. Additionally, high-yield credit fundamentals strengthened, continuing a multi-year trend.

The strength of the US economy was supportive of the markets and contrasted overseas slowing. US reports revealed solid growth throughout the annual period with fourth-quarter GDP growth increasing 2.6% and topping expectations.

Unemployment stayed low, industrial production increased and consumer spending was healthy. Not all data were positive; however, auto, housing and semiconductor reports confirmed further easing in these industries.

With the US economy growing above trend, the Fed continued to reduce its balance sheet and, as expected, raised the federal funds rate for a fourth time in 2018 and a ninth time this cycle to a range of 2.25% to 2.50%. The Fed's posture shifted in the new year, signaling a patient approach toward monetary policy adjustments and indicating balance sheet flexibility.

Portfolio Specifics

The AllianzGI Convertible & Income Fund and the AllianzGI Convertible & Income Fund II achieved their primary goal of providing income over the reporting period.

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In the convertible sleeve, sectors that contributed positively to relative performance were media and financials. On the other hand, consumer discretionary, technology, and healthcare sectors pressured relative performance.

In the high yield sleeve, industries that aided relative performance were automotive, banking, and metals/mining ex-steel. In contrast, financial services, telecommunications, and media services hampered relative performance.

Outlook

We believe the US economy and corporate earnings are projected to deliver continued growth in 2019. While some cyclical areas have exhibited weakness, we believe that the overall credit and fundamental profiles of risk assets remain healthy and we believe are not signaling an economic downturn.

We expect US economic activity to slow from above-trend growth to a moderate pace in 2019. Despite some headwinds, we believe that residual impacts of the tax cut, ongoing deregulation efforts and the potential for an infrastructure spending bill support a continuation of economic growth.

The Fed has communicated balance sheet flexibility and a patient approach toward future monetary policy adjustments.

After bottoming in the second quarter of 2016, corporate profits have accelerated through the third quarter of 2018. In 2019, the profit trajectory is still higher, in our view, growth could be less robust given high year-over-year comparisons, US dollar strength and trade uncertainty/tariffs.

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Performance & Statistics

AllianzGI Convertible & Income 2024 Target Term Fund

February 28, 2019 (unaudited)

| Total Return⁽¹⁾: | Market Price | NAV |
|---|---------------------|------------|
| 1 Year | 3.72% | 4.96% |
| Commencement of Operations (6/30/17) to 2/28/19 | -0.63% | 4.71% |

Market Price/NAV Performance:

Commencement of Operations (6/30/17) to 2/28/19

Market Price/NAV:

| | |
|-----------------------------------|--------|
| Market Price | \$9.00 |
| NAV ⁽²⁾ | \$9.71 |
| Discount to NAV | -7.31% |
| Market Price Yield ⁽³⁾ | 6.13% |
| Leverage ⁽⁴⁾ | 28.22% |

S&P Global Ratings*

(as a % of total investments)

See Notes to Performance & Statistics on page 10.

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Performance & Statistics

AllianzGI Convertible & Income Fund

February 28, 2019 (unaudited)

| Total Return⁽¹⁾: | Market Price | NAV |
|---|---------------------|------------|
| 1 Year | 2.00% | -2.42% |
| 5 Year | 2.46% | 1.84% |
| 10 Year | 18.28% | 15.42% |
| Commencement of Operations (3/31/03) to 2/28/19 | 7.35% | 7.10% |

Market Price/NAV Performance:

Commencement of Operations (3/31/03) to 2/28/19

Market Price/NAV:

| | |
|-----------------------------------|--------|
| Market Price | \$6.24 |
| NAV ⁽²⁾ | \$5.61 |
| Premium to NAV | 11.23% |
| Market Price Yield ⁽³⁾ | 8.09% |
| Leverage ⁽⁵⁾ | 41.20% |

S&P Global Ratings*

(as a % of total investments)

See Notes to Performance & Statistics on page 10.

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Performance & Statistics

AllianzGI Convertible & Income Fund II

February 28, 2019 (unaudited)

| Total Return⁽¹⁾: | Market Price | NAV |
|---|---------------------|------------|
| 1 Year | 1.14% | -2.69% |
| 5 Year | 0.73% | 1.90% |
| 10 Year | 17.91% | 15.63% |
| Commencement of Operations (7/31/03) to 2/28/19 | 6.16% | 6.13% |

Market Price/NAV Performance:

Commencement of Operations (7/31/03) to 2/28/19

Market Price/NAV:

| | |
|-----------------------------------|--------|
| Market Price | \$5.44 |
| NAV ⁽²⁾ | \$5.03 |
| Premium to NAV | 8.15% |
| Market Price Yield ⁽³⁾ | 8.25% |
| Leverage ⁽⁵⁾ | 41.68% |

S&P Global Ratings*

(as a % of total investments)

See Notes to Performance & Statistics on page 10.

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Performance and Statistics

AllianzGI Convertible & Income Funds

February 28, 2019 (unaudited)

Notes to Performance & Statistics:

* Credit ratings apply to the underlying holdings of the Funds and not the Funds themselves and are divided into categories ranging from highest to lowest credit quality, determined for purposes of presentations in this report by using ratings provided by S&P Global Ratings (S&P). Presentations of credit ratings information in this report use ratings provided by S&P for this purpose, among other reasons, because of the access to background information and other materials provided by S&P, as well as the Funds' considerations of industry practice. Bonds not rated by S&P, or bonds that do not have a rating available from S&P, or bonds that had a rating withdrawn by S&P are designated as NR or NA, respectively. Credit quality ratings assigned by a rating agency are subjective opinions, not statements of fact, and are subject to change periodically, even as frequently as daily. Ratings assigned by S&P or another rating agency are not absolute standards of credit quality and do not evaluate market risk. Rating agencies may fail to make timely changes in credit ratings, and an issuer's current financial condition may be better or worse than a rating indicates. In formulating investment decisions for the Funds, Allianz Global Investors U.S. LLC develops its own analysis of the credit quality and risks associated with individual debt instruments, rather than relying exclusively on rating agencies or third-party research.

(1) **Past performance is no guarantee of future results.** Total return is calculated by determining the percentage change in NAV or market price (as applicable) in the specified period. The calculation assumes that all dividends and distributions, if any, have been reinvested. Total return does not reflect broker commissions or sales charges in connection with the purchase or sale of Fund shares. Total return for a period of more than one year represents the average annual total return.

Performance at market price will differ from results at NAV. Although market price returns tend to reflect investment results over time, during shorter periods returns at market price can also be influenced by factors such as changing views about the Funds, market conditions, supply and demand for each Fund's shares, or changes in each Fund's dividends.

An investment in each Fund involves risk, including the loss of principal. Total return, market price, market price yield and NAV will fluctuate with changes in market conditions. This data is provided for information purposes only and is not intended for trading purposes. Closed-end funds, unlike open-end funds, are not continuously offered. There is a one time public offering and once issued, shares of closed-end funds are traded in the open market through a stock exchange. NAV is equal to total assets attributable to common shareholders less total liabilities divided by the number of common shares outstanding. Holdings are subject to change daily.

(2) The NAV disclosed in the Funds' financial statements may differ from this NAV due to accounting principles generally accepted in the United States of America.

(3) Market Price Yield is determined by dividing the annualized current (declared March 1, 2019) monthly dividend per common share (comprised of net investment income) by the market price per common share at February 28, 2019.

(4) Represents amounts drawn under the liquidity facility (Leverage) outstanding, as a percentage of total managed assets as of February 28, 2019. Total managed assets refer to total assets (including assets attributable to Leverage) minus liabilities (other than liabilities representing Leverage).

(5) Represents Preferred Shares and amounts drawn under the liquidity facility (Leverage) outstanding, as a percentage of total managed assets as of February 28, 2019. Total managed assets refer to total assets (including assets attributable to Leverage) minus liabilities (other than liabilities representing Leverage).

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AllianzGI Convertible & Income 2024 Target Term Fund

February 28, 2019

| Principal Amount (000s) | | Value |
|--|---|-------------|
| Convertible Bonds & Notes 52.6% | | |
| Biotechnology 3.5% | | |
| \$2,000 | Acorda Therapeutics, Inc., 1.75%, 6/15/21 (g) | \$1,773,752 |
| 800 | Intercept Pharmaceuticals, Inc., 3.25%, 7/1/23 | 752,049 |
| 3,000 | Ligand Pharmaceuticals, Inc., 0.75%, 5/15/23 (a)(c) | 2,585,493 |
| 1,040 | PTC Therapeutics, Inc., 3.00%, 8/15/22 | 1,061,459 |
| | | 6,172,753 |
| Building Materials 1.5% | | |
| 3,000 | Patrick Industries, Inc., 1.00%, 2/1/23 (a)(c)(g) | 2,707,500 |
| Commercial Services 2.1% | | |
| 1,500 | Cardtronics, Inc., 1.00%, 12/1/20 (i) | 1,444,604 |
| 2,500 | Macquarie Infrastructure Corp., 2.00%, 10/1/23 | 2,212,500 |
| | | 3,657,104 |
| Computers 1.1% | | |
| 2,300 | Western Digital Corp., 1.50%, 2/1/24 (a)(c)(i) | 2,032,949 |
| Distribution/Wholesale 1.1% | | |
| 2,000 | Titan Machinery, Inc., 3.75%, 5/1/19 | 1,982,468 |
| Diversified Financial Services 2.7% | | |
| 2,000 | Encore Capital Europe Finance Ltd., 4.50%, 9/1/23 | 1,987,486 |
| 3,000 | PRA Group, Inc., 3.00%, 8/1/20 | 2,880,012 |
| | | 4,867,498 |
| Electrical Equipment 1.5% | | |
| 3,215 | SunPower Corp., 4.00%, 1/15/23 (i) | 2,590,727 |
| Electronics 1.1% | | |
| 2,000 | OSI Systems, Inc., 1.25%, 9/1/22 | 2,030,000 |
| Energy-Alternate Sources 3.6% | | |
| 1,000 | Green Plains, Inc., 4.125%, 9/1/22 (g) | 933,125 |
| 3,000 | Pattern Energy Group, Inc., 4.00%, 7/15/20 | 2,992,725 |
| 2,500 | Tesla Energy Operations, Inc., 1.625%, 11/1/19 (i) | 2,380,020 |
| | | 6,305,870 |
| Engineering & Construction 1.6% | | |
| 1,000 | Dycom Industries, Inc., 0.75%, 9/15/21 (i) | 927,611 |
| 2,000 | Tutor Perini Corp., 2.875%, 6/15/21 | 1,941,122 |
| | | 2,868,733 |
| Equity Real Estate Investment Trusts (REITs) 3.2% | | |
| 1,500 | PennyMac Corp., 5.375%, 5/1/20 | 1,490,186 |
| 2,750 | Two Harbors Investment Corp., 6.25%, 1/15/22 | 2,767,685 |

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| | | |
|-------|--|-----------|
| 1,500 | Western Asset Mortgage Capital Corp., 6.75%, 10/1/22 | 1,425,321 |
| | | 5,683,192 |
| | Insurance 1.3% | |
| 2,350 | HCI Group, Inc., 4.25%, 3/1/37 (a) | 2,326,824 |
| | Internet 4.4% | |
| 850 | Boingo Wireless, Inc., 1.00%, 10/1/23 (a)(c) | 749,236 |
| 3,000 | FireEye, Inc., 1.625%, 6/1/35, Ser. B | 2,788,806 |
| 1,500 | Twitter, Inc., 1.00%, 9/15/21 (i) | 1,396,026 |
| 3,000 | Zillow Group, Inc., 1.50%, 7/1/23 (i) | 2,855,412 |
| | | 7,789,480 |

See accompanying Notes to Financial Statements | February 28, 2019 | Annual Report **11**

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AllianzGI Convertible & Income 2024 Target Term Fund

February 28, 2019 (continued)

| Principal Amount (000s) | | Value |
|----------------------------|---|-------------|
| | Investment Companies 4.6% | |
| \$2,300 | Goldman Sachs BDC, Inc., 4.50%, 4/1/22 (g) | \$2,269,210 |
| | Prospect Capital Corp., | |
| 2,875 | 4.95%, 7/15/22 | 2,837,700 |
| 1,465 | 6.375%, 3/1/25 | 1,441,194 |
| 1,500 | TPG Specialty Lending, Inc., 4.50%, 8/1/22 | 1,519,945 |
| | | 8,068,049 |
| | Media 1.4% | |
| 3,000 | DISH Network Corp., 2.375%, 3/15/24 (i) | 2,497,383 |
| | Oil, Gas & Consumable Fuels 5.1% | |
| 1,500 | Ensco Jersey Finance Ltd., 3.00%, 1/31/24 (i) | 1,212,193 |
| 2,000 | Helix Energy Solutions Group, Inc., 4.25%, 5/1/22 | 1,975,880 |
| 3,425 | Nabors Industries, Inc., 0.75%, 1/15/24 | 2,411,382 |
| 2,000 | Oasis Petroleum, Inc., 2.625%, 9/15/23 (i) | 1,869,962 |
| 1,650 | PDC Energy, Inc., 1.125%, 9/15/21 (g) | 1,553,237 |
| | | 9,022,654 |
| | Pharmaceuticals 1.4% | |
| 2,000 | Dermira, Inc., 3.00%, 5/15/22 | 1,568,750 |
| 1,000 | Jazz Investments I Ltd., 1.50%, 8/15/24 (i) | 968,310 |
| | | 2,537,060 |
| | Retail 0.6% | |
| 1,000 | RH, zero coupon, 6/15/23 (a)(c)(i) | 1,015,716 |
| | Semiconductors 3.3% | |
| 1,000 | Cypress Semiconductor Corp., 2.00%, 2/1/23 | 1,031,482 |
| 2,000 | Inphi Corp., 0.75%, 9/1/21 (i) | 2,091,250 |
| 1,750 | Synaptics, Inc., 0.50%, 6/15/22 | 1,612,275 |
| 1,300 | Veeco Instruments, Inc., 2.70%, 1/15/23 (g)(i) | 1,107,829 |
| | | 5,842,836 |
| | Software 3.3% | |
| 3,500 | Avaya Holdings Corp., 2.25%, 6/15/23 (a)(c) | 3,097,794 |
| 1,500 | DocuSign, Inc., 0.50%, 9/15/23 (a)(c)(i) | 1,605,000 |
| 1,000 | Envestnet, Inc., 1.75%, 6/1/23 (a)(c)(i) | 1,111,129 |
| | | 5,813,923 |
| | Telecommunications 1.1% | |
| 750 | GDS Holdings Ltd., 2.00%, 6/1/25 (a)(c)(i) | 665,129 |
| 1,500 | Infinera Corp., 2.125%, 9/1/24 (i) | 1,265,625 |
| | | 1,930,754 |

| | | |
|--|---|------------|
| Transportation 3.1% | | |
| 2,500 | Air Transport Services Group, Inc., 1.125%, 10/15/24 (i) | 2,518,502 |
| 3,000 | Echo Global Logistics, Inc., 2.50%, 5/1/20 | 2,992,740 |
| | | 5,511,242 |
| | Total Convertible Bonds & Notes (cost-\$94,980,696) | 93,254,715 |
| Corporate Bonds & Notes 50.4% | | |
| Aerospace & Defense 1.1% | | |
| 2,000 | TransDigm, Inc., 6.50%, 7/15/24 (i) | 2,025,000 |
| Auto Components 0.7% | | |
| 1,227 | American Axle & Manufacturing, Inc., 6.625%, 10/15/22 (i) | 1,259,209 |

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AllianzGI Convertible & Income 2024 Target Term Fund

February 28, 2019 (continued)

| Principal Amount (000s) | | Value |
|----------------------------|---|-----------|
| | Building Materials 0.6% | |
| \$1,000 | Builders FirstSource, Inc., 5.625%, 9/1/24 (a)(c) | \$980,000 |
| | Chemicals 0.9% | |
| 1,500 | Chemours Co., 6.625%, 5/15/23 (i) | 1,561,950 |
| | Commercial Services 1.3% | |
| 1,500 | Hertz Corp., 7.625%, 6/1/22 (a)(c)(i) | 1,537,500 |
| 670 | Laureate Education, Inc., 8.25%, 5/1/25 (a)(c)(i) | 726,950 |
| | | 2,264,450 |
| | Computers 0.9% | |
| 1,500 | Dell International LLC, 7.125%, 6/15/24 (a)(c)(g)(i) | 1,591,783 |
| | Diversified Financial Services 4.1% | |
| 2,134 | CCF Holdings LLC, PIK 10.75%, 10.75% 12/15/23 (a)(c)(e)(f) | 1,040,092 |
| 2,000 | Community Choice Financial Issuer LLC, 9.00%, 6/15/23 (cost \$2,000,000; purchased 9/6/18) (a)(c)(h) | 2,002,500 |
| 2,000 | Navient Corp., 7.25%, 9/25/23 (i) | 2,070,000 |
| 2,000 | Springleaf Finance Corp., 8.25%, 10/1/23 | 2,217,500 |
| | | 7,330,092 |
| | Electric Utilities 0.6% | |
| 1,000 | NRG Energy, Inc., 6.25%, 5/1/24 (g)(i) | 1,036,050 |
| | Engineering & Construction 0.9% | |
| 1,500 | AECOM, 5.875%, 10/15/24 (i) | 1,577,100 |
| | Entertainment 1.8% | |
| 1,500 | Cedar Fair L.P., 5.375%, 6/1/24 | 1,533,750 |
| 1,500 | International Game Technology PLC, 6.50%, 2/15/25 (a)(c) | 1,603,125 |
| | | 3,136,875 |
| | Food & Beverage 0.9% | |
| 1,570 | Albertsons Cos. LLC, 6.625%, 6/15/24 (i) | 1,577,850 |
| | Healthcare-Products 0.8% | |
| 1,500 | Mallinckrodt International Finance S.A., 5.75%, 8/1/22 (a)(c)(i) | 1,417,500 |
| | Healthcare-Services 3.8% | |
| 1,500 | DaVita, Inc., 5.125%, 7/15/24 (i) | 1,488,750 |
| 1,500 | Encompass Health Corp., 5.75%, 11/1/24 | 1,521,075 |
| 1,500 | HCA, Inc., 7.50%, 2/15/22 | 1,648,125 |
| 2,000 | Tenet Healthcare Corp., 8.125%, 4/1/22 (i) | 2,142,500 |
| | | 6,800,450 |
| | Home Builders 0.2% | |
| 350 | Lennar Corp., 5.875%, 11/15/24 (i) | 368,813 |

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| | | |
|-------|---|-----------|
| | Internet 0.9% | |
| 1,500 | Netflix, Inc., 5.875%, 2/15/25 (i) | 1,593,750 |
| | Lodging 1.1% | |
| 2,000 | Wynn Las Vegas LLC, 5.50%, 3/1/25 (a)(c)(i) | 1,998,100 |
| | Machinery-Construction & Mining 1.1% | |
| 2,000 | Terex Corp., 5.625%, 2/1/25 (a)(c) | 1,947,500 |
| | Media 5.4% | |
| 1,500 | CCO Holdings LLC, 5.75%, 1/15/24 (g)(i) | 1,540,312 |
| 1,500 | Clear Channel Worldwide Holdings, Inc., 9.25%, 2/15/24 (a)(c) | 1,576,875 |
| 1,500 | CSC Holdings LLC, 6.75%, 11/15/21 (i) | 1,601,250 |

See accompanying Notes to Financial Statements | February 28, 2019 | Annual Report **13**

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AllianzGI Convertible & Income 2024 Target Term Fund

February 28, 2019 (continued)

| Principal Amount (000s) | | Value |
|----------------------------|--|-------------|
| | Media (continued) | |
| | DISH DBS Corp. (i), | |
| \$2,000 | 5.875%, 7/15/22 | \$1,917,500 |
| 1,000 | 6.75%, 6/1/21 | 1,025,000 |
| 2,000 | Nexstar Broadcasting, Inc., 5.625%, 8/1/24 (a)(c)(i) | 1,990,000 |
| | | 9,650,937 |
| | Mining 4.1% | |
| 1,500 | Alcoa Nederland Holding BV, 6.75%, 9/30/24 (a)(c) | 1,591,875 |
| 2,000 | Constellium NV, 6.625%, 3/1/25 (a)(c)(i) | 2,020,000 |
| 2,000 | Hudbay Minerals, Inc., 7.625%, 1/15/25 (a)(c)(i) | 2,082,500 |
| 1,500 | Joseph T. Ryerson & Son, Inc., 11.00%, 5/15/22 (a)(c) | 1,595,625 |
| | | 7,290,000 |
| | Miscellaneous Manufacturing 1.0% | |
| 2,000 | Koppers, Inc., 6.00%, 2/15/25 (a)(c)(i) | 1,760,000 |
| | Oil, Gas & Consumable Fuels 5.5% | |
| 2,000 | Callon Petroleum Co., 6.125%, 10/1/24 (i) | 2,025,000 |
| 1,500 | Calumet Specialty Products Partners L.P., 6.50%, 4/15/21 (i) | 1,395,000 |
| 1,500 | Carrizo Oil & Gas, Inc., 6.25%, 4/15/23 (i) | 1,486,875 |
| 1,500 | Chesapeake Energy Corp., 8.00%, 1/15/25 (i) | 1,531,875 |
| 1,535 | CVR Refining LLC, 6.50%, 11/1/22 (g) | 1,573,375 |
| 280 | Noble Holding International Ltd., 7.75%, 1/15/24 (i) | 252,805 |
| 1,500 | Oasis Petroleum, Inc., 6.875%, 3/15/22 (i) | 1,501,875 |
| | | 9,766,805 |
| | Paper & Forest Products 1.2% | |
| 2,000 | Mercer International, Inc., 7.375%, 1/15/25 (a)(c) | 2,095,000 |
| | Pharmaceuticals 1.2% | |
| 2,000 | Horizon Pharma USA, Inc., 6.625%, 5/1/23 | 2,070,000 |
| | Real Estate 1.1% | |
| 2,000 | Kennedy-Wilson, Inc., 5.875%, 4/1/24 | 1,977,420 |
| | Retail 1.3% | |
| 2,000 | Conn's, Inc., 7.25%, 7/15/22 (i) | 1,890,000 |
| 85 | Men's Wearhouse, Inc., 7.00%, 7/1/22 (i) | 85,637 |
| 370 | Party City Holdings, Inc., 6.625%, 8/1/26 (a)(c) | 365,375 |
| | | 2,341,012 |
| | Software 1.4% | |
| 1,500 | Camelot Finance S.A., 7.875%, 10/15/24 (a)(c)(i) | 1,573,515 |
| 1,000 | Rackspace Hosting, Inc., 8.625%, 11/15/24 (a)(c)(i) | 877,500 |

| | | |
|-------|--|-------------------|
| | | 2,451,015 |
| | Telecommunications 5.8% | |
| 2,000 | CenturyLink, Inc., 7.50%, 4/1/24, Ser. Y (i) | 2,120,625 |
| 2,000 | Cincinnati Bell, Inc., 7.00%, 7/15/24 (a)(c)(i) | 1,820,000 |
| 2,000 | Consolidated Communications, Inc., 6.50%, 10/1/22 (i) | 1,875,000 |
| 1,000 | GTT Communications, Inc., 7.875%, 12/31/24 (a)(c)(i) | 867,500 |
| 1,500 | Hughes Satellite Systems Corp., 7.625%, 6/15/21 (i) | 1,612,500 |
| 2,000 | Sprint Corp., 7.125%, 6/15/24 | 2,071,460 |
| | | 10,367,085 |
| | Transportation 0.7% | |
| 1,125 | XPO Logistics, Inc., 6.50%, 6/15/22 (a)(c)(i) | 1,148,906 |
| | Total Corporate Bonds & Notes (cost-\$92,057,417) | 89,384,652 |

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Schedule of Investments

AllianzGI Convertible & Income 2024 Target Term Fund

February 28, 2019 (continued)

Principal
Amount
(000s)

Value

Senior Loans (a)(b) 32.6%

