

# Pioneer Bond Fund (PIOBX)

Quarterly Investment Profile | For the period ending December 31, 2011

## Portfolio Profile

### Investment Style:

Opportunistic Core Fixed Income

### Benchmark:

Barclays Capital U.S. Aggregate Bond Index

### Portfolio Manager:

**Kenneth Taubes, Chief Investment Officer, U.S.**

- Executive Vice President
- Industry experience since 1982

### Inception Date:

October 31, 1978

### Current Fund AUM:

\$1.3 Billion

### Current Fixed Income Holdings:

98.10%

### Current Cash/Equivalent Holdings:

1.90%

### Typical Duration Range:<sup>1</sup>

4 to 6 years

### Typical Holding Period:

2 to 3 years

### Typical Turnover Range:<sup>2</sup>

45% to 60% annually

## Share Class Availability

Class	A	C	R	Y	Z
Symbol	PIOBX	PCYBX	PBFRX	PICYX	PIBZX

<sup>1</sup>Duration is a measurement of how long, in years, it takes for the price of a bond to be repaid by its internal cash flows.

<sup>2</sup>Turnover is the number of shares traded for a period as a percentage of the total shares in a portfolio.

## Investment Process

### Macro View

- Actively allocate among U.S. fixed income sectors, strategically overweighting those with attractive relative value characteristics.
  - U.S. Treasuries/Agencies
  - U.S. Investment grade debt
  - U.S. High yield (limited 20%)

### Issuer Selection

- Employ rigorous bottom-up research across currency, MBS and credit, reviewing both quantitative and qualitative factors in order to identify holdings which offer attractive value for inclusion in portfolio. Our credit research process includes:
  - Fundamental Research: Detailed industry and company assessments of past and future trends are distilled into investment thesis.
  - Quantitative Screens: Investment ideas are winnowed from a vast universe of investments and potential problems are identified.
  - Relative Value Comparisons: A unique value approach allows for global benchmarking of all owned and potential investments
  - Macro Considerations: Sector and risk allocations are determined through an analysis of interest rates, economic and edit cycles, currency and political trends.

### Portfolio Construction

- Typical duration: 4 to 6 years
- Average credit quality: A to AA
- Diversified across 70-100 issuers

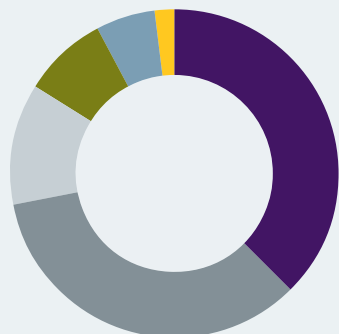
### Sell Discipline

- Fundamentals change
- More attractive alternatives

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For the period ending December 31, 2011

## Portfolio Make-Up



37.50%	Mortgage-Backed Securities
34.50%	Invest.-Grade Corp. Bonds
12.10%	High-Yield Corp. Bonds
8.30%	U.S. Treasury/Agency Securities
5.70%	International Bonds
1.90%	Cash & Equivalents

## Quality Distribution

	Portfolio
AAA	37.75%
AA	5.00%
A	11.16%
BBB	27.04%
BB	9.97%
B	4.46%
Not Rated	1.42%
Cash Equivalent	1.92%
CCC	1.28%

Source: Moody's and S&P. If the ratings provided by Moody's and S&P for a security differ, the higher of the two ratings is used. Bond ratings are ordered highest to lowest in portfolio. Based on S&P's measures, AAA (highest possible rating) through BBB are considered investment grade; BB or lower ratings are considered non-investment grade. Cash equivalents and some bonds may not be rated.

## Country Breakdown (Top 5)

	Portfolio
United States	89.88
Australia	1.39
Canada	0.86
Netherlands	0.50
Russia	0.42

Source: Pioneer Investments Market Research

The countries listed display the country of risk rather than the country of issuance, which better reflects the Fund holdings' true areas of economic and political risks.

## Maturity Distribution

	Portfolio
0 to 2 Years	14.31%
2 to 5 Years	33.19%
5 to 7 Years	22.28%
7 to 10 Years	17.24%
10 to 20 Years	3.17%
20+ Years	9.81%

## Characteristics

	Portfolio
Weighted Average Life	7.58 Years
Effective Duration	4.12 Years
S.E.C. Yield with expense waiver	4.48%
S.E.C. Yield without expense waiver	4.32%
Number of Issues	908

The portfolio is actively managed and current holdings and characteristics may be different. The holdings listed should not be considered recommendations to buy or sell any particular security listed.

## Top Ten Holdings

	Coupon	Maturity	Portfolio
United States Treasury N/B	4.50%	8/15/39	0.91%
U.S Treasury N/B	4.50%	5/15/38	0.84%
United States Treasury	4.25%	5/15/39	0.73%
U.S. Treasury Note	4.50%	2/15/36	0.73%
United States Treasury Bond	2.75%	2/15/19	0.72%
State Street Capital	8.25%	1/29/49	0.70%
United States Treasury Note	2.13%	8/15/21	0.62%
Massachusetts Health & Educational Facilities	5.50%	11/15/36	0.57%
United States Treasury	3.13%	5/15/19	0.54%
U.S Treasury N/B	4.38%	2/15/38	0.53%
<b>Total Percentage of Portfolio</b>			<b>6.89%</b>

Source: Pioneer Investments Market Research

## Fund Performance as of December 31, 2011

Call 1-800-225-6292 or visit us.pioneerinvestments.com for the most recent month-end performance results. Current performance may be lower or higher than the performance data quoted. The performance data quoted represents past performance, which is no guarantee of future results. Investment return and principal value will fluctuate, and shares, when redeemed, may be worth more or less than their original cost. NAV results represent the percent change in net asset value per share. POP returns reflect deduction of maximum 4.50% sales charge. All results are historical and assume the reinvestment of dividends and capital gains. Other share classes are available for which performance and expenses will differ. Performance results reflect any applicable expense waivers in effect during the periods shown. Without such waivers fund performance would be lower. Waivers may not be in effect for all funds. Certain fee waivers are contractual through a specified period. Otherwise, fee waivers can be rescinded at any time. See the prospectus and financial statements for more information.

### Calendar Year Returns (%) Class A Shares

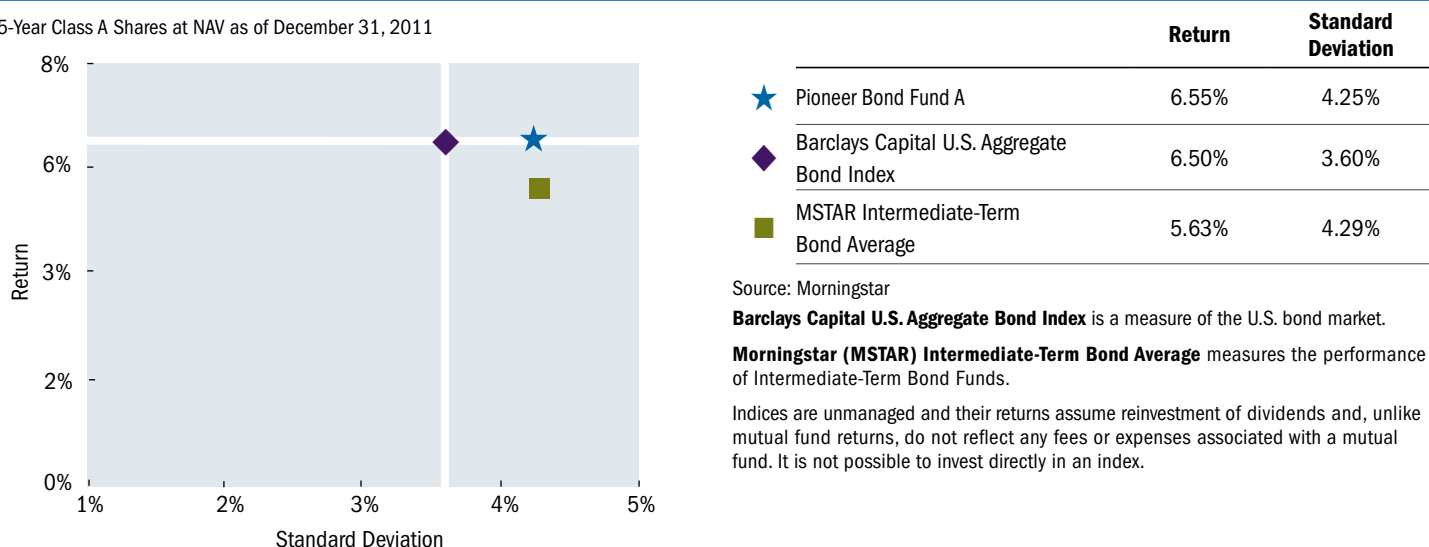
	Calendar Year Returns (%) Class A Shares						Average Annual Returns (%)				
	YTD	2010	2009	2008	2007	2006	1-Year	3-Year	5-Year	10-Year	Life 10/31/78
Pioneer Bond Fund A at NAV	5.08	9.44	17.70	-4.36	6.09	3.55	5.08	10.62	6.55	6.19	7.76
Fund at POP	0.35	4.51	12.37	-8.62	1.31	-1.08	0.35	8.92	5.57	5.71	7.61
Barclays Capital U.S. Aggregate Bond Index	7.84	6.54	5.93	5.24	6.96	4.33	7.84	6.77	6.50	5.78	8.43
MSTAR Intermediate-Term Bond Average	5.84	7.69	13.97	-5.07	4.62	4.11	5.84	9.22	5.63	5.21	-

### Gross Expense Ratio: 1.06% Net Expense Ratio: 0.85%

The net expense ratio reflects contractual expense limitations currently in effect through November 1, 2013 for Class A Shares. There can be no assurance that Pioneer will extend the expense limitations beyond such time. Please see the prospectus and financial statements for more information.

## Volatility/Return Comparison

5-Year Class A Shares at NAV as of December 31, 2011



Source: Morningstar

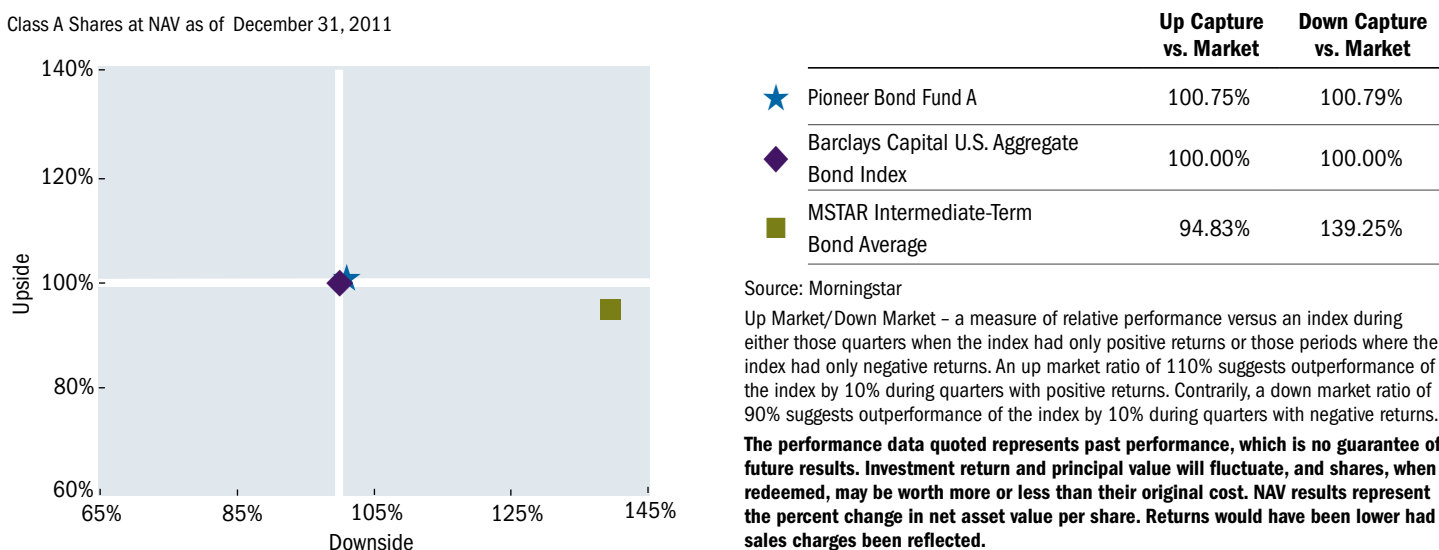
**Barclays Capital U.S. Aggregate Bond Index** is a measure of the U.S. bond market.

**Morningstar (MSTAR) Intermediate-Term Bond Average** measures the performance of Intermediate-Term Bond Funds.

Indices are unmanaged and their returns assume reinvestment of dividends and, unlike mutual fund returns, do not reflect any fees or expenses associated with a mutual fund. It is not possible to invest directly in an index.

## 5-Year Upside/Downside

Class A Shares at NAV as of December 31, 2011



Source: Morningstar

Up Market/Down Market - a measure of relative performance versus an index during either those quarters when the index had only positive returns or those periods where the index had only negative returns. An up market ratio of 110% suggests outperformance of the index by 10% during quarters with positive returns. Contrarily, a down market ratio of 90% suggests outperformance of the index by 10% during quarters with negative returns.

**The performance data quoted represents past performance, which is no guarantee of future results. Investment return and principal value will fluctuate, and shares, when redeemed, may be worth more or less than their original cost. NAV results represent the percent change in net asset value per share. Returns would have been lower had sales charges been reflected.**

## Risk Measures (5 Years)

	Alpha	Tracking Error	Information Ratio	Beta	R-Squared	Sharpe Ratio	Sortino Ratio	Standard Deviation
Pioneer Bond Fund A	0.93	3.16	0.02	0.83	49.21	1.18	1.84	4.25
Barclays Capital U.S. Aggregate Bond Index	-	-	-	1.00	100.00	1.38	2.80	3.60

Source: Morningstar

**Alpha**—incremental return generated versus an index after accounting for volatility in the form of beta. A positive alpha suggests risk-adjusted value added by the money manager versus the index.

**Tracking Error**—reported as a “standard deviation percentage” difference – the difference between the return received on an investment and that of the investment’s benchmark.

**Information Ratio**—a measure of portfolio management’s performance against risk and return relative to a benchmark or alternative measure.

**Beta**—a measure of volatility (risk) compared to that of an appropriate index. For example, a beta of 1.2 suggests 20% more volatility in returns than the benchmark index, which is assigned a beta of 1.0.

**R-Squared**—a measure of the reliability of beta and alpha, indicates whether the comparison benchmark is appropriate. An R-Squared rating above 70 is desirable.

**Sharpe Ratio**—a measure of excess return per unit of risk, as defined by standard deviation. A higher Sharpe ratio suggests better risk-adjusted performance.

**Sortino Ratio**—measure of excess return per unit of risk based on downside semi-variance, instead of total risk (standard deviation) used by the Sharpe Ratio. Since the Sortino Ratio takes into account only the downside size and frequency of returns, it measures the reward to negative volatility trade-off.

**Standard Deviation**—a measure of return variability (risk), above and below an average rate of return. A higher standard deviation suggests more variability in returns from quarter to quarter.

Lipper Rankings as of 12/31/11	1-Year		3-Year		5-Year		10-Year	
	Rank/Total	Percentile	Rank/Total	Percentile	Rank/Total	Percentile	Rank/Total	Percentile
Pioneer Bond Fund A	94	79%	35	34%	21	23%	8	13%
Corporate Debt A-Rated Funds	118		102		94		62	

**Lipper rankings** do not take into account sales charges. Rankings are based on past performance, which is no guarantee of future results. Rankings are based on average annual total returns for the 1, 3, 5, 10 year/life periods in the Lipper Categories listed above. Keep in mind, a high relative ranking does not always mean the fund achieved a positive return during the period. Lipper performance rankings above apply to Class A shares. Other share classes are available for which performance and expenses will differ.

Morningstar Ratings Intermediate-Term Bond Funds	Overall Rating	3-Year		5-Year		10-Year	
		Rank/Total	Rating	Rank/Total	Rating	Rank/Total	Rating
Load Waived	★★★★	286	★★★★	248	★★★★	80	★★★★
Load Reflected	★★★★	1018	★★★	873	★★★	582	★★★★

Please see a prospectus for complete information pertaining to load waived eligibility (such as large purchases or certain types of group plan participants). Morningstar load waived ratings are based on the standard Morningstar rating methodology with the exception that they are recalculated without the effects of the front load sales charge. Morningstar proprietary ratings reflect risk-adjusted performance as of 12/31/11. For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund’s monthly performance (including the effects of sales charges, loads, and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds in each category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.) The Overall Morningstar Rating™ for a fund is derived from a weighted-average of the performance figures associated with its three-, five- and ten-year (if applicable) Morningstar Rating metrics. Pioneer Funds listed were rated exclusively against the specific fund category listed. The Morningstar Rating is for Class A shares only; other classes may have different performance characteristics. The Morningstar information contained herein: (1) is proprietary to Morningstar; (2) may not be copied; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Morningstar Load Waived ratings do not take into account class A sales charges. ©2012 Morningstar, Inc. All Rights Reserved.

**The performance data quoted represents past performance, which is no guarantee of future results.**

**A Word About Risk:** When interest rates rise, the prices of fixed income securities in the fund will generally fall. Conversely, when interest rates fall, the prices of fixed income securities in the fund will generally rise. Investments in the fund are subject to possible loss due to the financial failure of issuers of underlying securities and their inability to meet their debt obligations. Prepayment risk is the chance that mortgage-backed bonds will be paid off early if falling interest rates prompt homeowners to refinance their mortgages. Forced to reinvest the unanticipated proceeds at lower interest rates, the fund would experience a decline in income and lose the opportunity for additional price appreciation associated with falling interest rates. Investments in high yield or lower-rated securities are subject to greater-than-average risk. The securities issued by U.S. Government sponsored entities (i.e., FNMA, Freddie Mac) are neither guaranteed nor issued by the U.S. Government. The portfolio may invest in mortgage-backed securities, which during times of fluctuating interest rates may increase or decrease more than other fixed-income securities. Mortgage-Backed securities are also subject to pre-payments. At times, the Fund’s investments may represent industries or industry sectors that are interrelated or have common risks, making it more susceptible to any economic, political, or regulatory developments or other risks affecting those industries and sectors.

**Contact your financial advisor or visit [us.pioneerinvestments.com](http://us.pioneerinvestments.com) for more information about the Pioneer investment products and programs that may be best for your needs.**

**Before investing, consider the product’s investment objectives, risks, charges and expenses. These risks may increase share price volatility. Contact your advisor or Pioneer Investments for a prospectus or summary prospectus containing this information.**

**Read it carefully.**

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