

PIMCO Income Strategy Fund II  
Form N-Q  
June 26, 2015

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

**FORM N-Q**

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED**  
**MANAGEMENT INVESTMENT COMPANY**

<b>Investment Company Act File Number:</b>	<b>811-21601</b>
<b>Registrant Name:</b>	<b>PIMCO Income Strategy Fund II</b>
Address of Principal Executive Offices:	1633 Broadway New York, NY 10019
Name and Address of Agent for Service:	William G. Galipeau 650 Newport Center Drive Newport Beach, CA 92660
Registrant's telephone number, including area code:	(844) 337-4626
Date of Fiscal Year End:	July 31
Date of Reporting Period:	April 30, 2015

**Item 1. Schedule of Investments**

## Schedule of Investments

## PIMCO Income Strategy Fund II

April 30, 2015 (Unaudited)

	PRINCIPAL AMOUNT (000s)	MARKET VALUE (000s)
<b>INVESTMENTS IN SECURITIES 117.4%</b>		
<b>BANK LOAN OBLIGATIONS 0.6%</b>		
<b>Clear Channel Communications, Inc.</b>		
6.928% due 01/30/2019	\$ 4,300	\$ 4,125
Total Bank Loan Obligations (Cost \$4,040)		4,125
<b>CORPORATE BONDS &amp; NOTES 47.8%</b>		
<b>BANKING &amp; FINANCE 24.3%</b>		
<b>AGFC Capital Trust</b>		
6.000% due 01/15/2067	1,800	1,386
<b>American International Group, Inc.</b>		
6.250% due 03/15/2087	11,608	13,287
8.175% due 05/15/2068	300	417
<b>Banco do Brasil S.A.</b>		
6.250% due 04/15/2024 (e)	400	297
9.000% due 06/18/2024 (e)	2,100	1,953
9.250% due 04/15/2023 (e)	300	294
<b>Banco Santander S.A.</b>		
6.250% due 09/11/2021 (e)	EUR 1,600	1,794
<b>Barclays Bank PLC</b>		
7.625% due 11/21/2022	\$ 2,200	2,581
<b>Barclays PLC</b>		
6.500% due 09/15/2019 (e)	EUR 1,500	1,716
8.000% due 12/15/2020 (e)	3,900	4,839
<b>BGC Partners, Inc.</b>		
5.375% due 12/09/2019 (h)	\$ 6,370	6,573
<b>Credit Agricole S.A.</b>		
6.500% due 06/23/2021 (e)	EUR 400	471
7.500% due 06/23/2026 (e)	GBP 3,500	5,487
7.875% due 01/23/2024 (e)	\$ 2,300	2,452
<b>ERB Hellas PLC</b>		
4.250% due 06/26/2018 (h)	EUR 250	177
<b>GSPA Monetization Trust</b>		
6.422% due 10/09/2029	\$ 4,986	5,711
<b>ILFC E-Capital Trust</b>		
6.250% due 12/21/2065	4,000	3,900

<b>Jefferies Finance LLC</b>			
6.875% due 04/15/2022		8,250	7,920
<b>LBG Capital PLC</b>			
12.750% due 08/10/2020	GBP	300	473
15.000% due 12/21/2019	EUR	1,100	1,850
<b>Lloyds Banking Group PLC</b>			
7.625% due 06/27/2023 (e)	GBP	6,100	10,014
<b>Millennium Offshore Services Superholdings LLC</b>			
9.500% due 02/15/2018	\$	4,500	4,095
<b>Navient Corp.</b>			
5.500% due 01/15/2019		12,550	12,788
5.625% due 08/01/2033		150	123
5.875% due 03/25/2021		300	299
<b>Novo Banco S.A.</b>			
2.625% due 05/08/2017	EUR	200	221
4.750% due 01/15/2018		600	687
5.000% due 04/04/2019		311	359
5.000% due 04/23/2019		653	754
5.000% due 05/14/2019		431	497
5.000% due 05/21/2019		241	278
5.000% due 05/23/2019		240	276
5.875% due 11/09/2015		1,800	2,035
<b>OneMain Financial Holdings, Inc.</b>			
7.250% due 12/15/2021	\$	5,665	6,012
<b>Rabobank Group</b>			
8.400% due 06/29/2017 (e)		700	772
<b>Russian Agricultural Bank OJSC Via RSHB Capital S.A.</b>			
5.298% due 12/27/2017		3,200	3,076
6.299% due 05/15/2017		5,500	5,452
<b>Sberbank of Russia Via SB Capital S.A.</b>			
5.717% due 06/16/2021		6,100	5,871
<b>Tesco Property Finance PLC</b>			
5.411% due 07/13/2044	GBP	2,196	3,242
6.052% due 10/13/2039		1,203	1,957
<b>TIG FinCo PLC</b>			
8.500% due 03/02/2020		687	1,103
8.750% due 04/02/2020		3,804	5,898
<b>Vnesheconombank Via VEB Finance PLC</b>			
5.942% due 11/21/2023	\$	3,000	2,678
6.902% due 07/09/2020		11,000	10,643

<b>Western Group Housing LP</b>		
6.750% due 03/15/2057	5,500	6,546
		149,254
<b>INDUSTRIALS 13.4%</b>		
<b>Anadarko Petroleum Corp.</b>		
7.000% due 11/15/2027	3,400	4,015
<b>Boxer Parent Co., Inc. (9.000% Cash or 9.750% PIK)</b>		
9.000% due 10/15/2019 (c)	3,600	2,970
<b>Caesars Entertainment Operating Co., Inc.</b>		
9.000% due 02/15/2020 ^	2,300	1,777
11.250% due 06/01/2017 ^	9,000	6,795
<b>Communications Sales &amp; Leasing, Inc.</b>		
8.250% due 10/15/2023	2,000	2,057
<b>Forbes Energy Services Ltd.</b>		
9.000% due 06/15/2019	1,164	850
<b>Ford Motor Co.</b>		
7.700% due 05/15/2097	10,460	13,527
<b>Gulfport Energy Corp.</b>		
6.625% due 05/01/2023	2,000	2,045
7.750% due 11/01/2020	600	636
<b>Hellenic Railways Organization S.A.</b>		
4.028% due 03/17/2017	EUR 1,400	1,061
<b>Intrepid Aviation Group Holdings LLC</b>		
6.875% due 02/15/2019	\$ 2,090	1,980
<b>Mallinckrodt International Finance S.A.</b>		
4.875% due 04/15/2020	300	306
5.500% due 04/15/2025	300	308
<b>Odebrecht Offshore Drilling Finance Ltd.</b>		
6.625% due 10/01/2023	2,562	2,204
6.750% due 10/01/2023	744	644
<b>Pertamina Persero PT</b>		
6.450% due 05/30/2044	11,154	11,935
<b>Russian Railways via RZD Capital PLC</b>		
7.487% due 03/25/2031	GBP 1,300	1,891
<b>Scientific Games International, Inc.</b>		
10.000% due 12/01/2022	\$ 4,100	3,823
<b>Sequa Corp.</b>		
7.000% due 12/15/2017	5,788	4,037
<b>Tembec Industries, Inc.</b>		
9.000% due 12/15/2019	2,100	2,147
<b>Trinseo Materials Operating S.C.A.</b>		
6.750% due 05/01/2022 (b)	1,400	1,420
8.750% due 02/01/2019	3,080	3,269
<b>UCP, Inc.</b>		
8.500% due 10/21/2017	2,000	2,008
<b>Unique Pub Finance Co.PLC</b>		

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6.542% due 03/30/2021	GBP	1,171	1,878
<b>Westmoreland Coal Co.</b>			
8.750% due 01/01/2022	\$	6,335	6,335
<b>ZF North America Capital, Inc.</b>			
4.000% due 04/29/2020		800	809
4.500% due 04/29/2022		800	807
4.750% due 04/29/2025		800	806
			82,340
<b>UTILITIES 10.0%</b>			
<b>AK Transneft OJSC Via TransCapitalInvest Ltd.</b>			
8.700% due 08/07/2018		5,300	5,770
<b>Gazprom Neft OAO Via GPN Capital S.A.</b>			
4.375% due 09/19/2022		6,100	5,200
6.000% due 11/27/2023		15,900	14,787
<b>Gazprom OAO Via Gaz Capital S.A.</b>			
5.999% due 01/23/2021		300	299
<b>Illinois Power Generating Co.</b>			
6.300% due 04/01/2020 (h)		3,035	2,891
7.000% due 04/15/2018 (h)		5,100	4,960
7.950% due 06/01/2032		500	484
<b>Northwestern Bell Telephone</b>			
7.750% due 05/01/2030		12,625	13,661
<b>Petrobras Global Finance BV</b>			
2.750% due 01/15/2018	EUR	470	502
3.151% due 03/17/2020	\$	270	254
4.875% due 03/17/2020		490	473
5.750% due 01/20/2020		230	230
6.625% due 01/16/2034	GBP	100	140
6.750% due 01/27/2041	\$	2,400	2,226
7.875% due 03/15/2019		6,900	7,525
<b>Red Oak Power LLC</b>			
8.540% due 11/30/2019		378	406
<b>Rosneft Finance S.A.</b>			
6.625% due 03/20/2017		1,100	1,111

7.875% due 03/13/2018	500	512
		61,431
Total Corporate Bonds & Notes (Cost \$288,661)		293,025
<b>MUNICIPAL BONDS &amp; NOTES 10.1%</b>		
<b>CALIFORNIA 2.5%</b>		
<b>La Quinta Financing Authority, California Tax Allocation Bonds, Series 2011</b>		
8.070% due 09/01/2036	3,000	3,466
<b>Riverside County, California Redevelopment Successor Agency Tax Allocation Bonds, Series 2010</b>		
7.500% due 10/01/2030	1,200	1,327
<b>San Francisco, California City &amp; County Redevelopment Agency Tax Allocation Bonds, Series 2009</b>		
8.406% due 08/01/2039	1,650	2,114
<b>Stockton Public Financing Authority, California Revenue Bonds, (BABs), Series 2009</b>		
7.942% due 10/01/2038	7,500	8,607
		15,514
<b>NEBRASKA 1.3%</b>		
<b>Public Power Generation Agency, Nebraska Revenue Bonds, (BABs), Series 2009</b>		
7.242% due 01/01/2041	6,500	7,692
<b>OHIO 4.5%</b>		
<b>Ohio State University Revenue Bonds, Series 2011</b>		
4.800% due 06/01/2111	27,300	27,839
<b>VIRGINIA 0.1%</b>		
<b>Tobacco Settlement Financing Corp., Virginia Revenue Bonds, Series 2007</b>		
6.706% due 06/01/2046	835	641
<b>WEST VIRGINIA 1.7%</b>		
<b>Tobacco Settlement Finance Authority, West Virginia Revenue Bonds, Series 2007</b>		
7.467% due 06/01/2047	11,980	10,426
Total Municipal Bonds & Notes (Cost \$54,948)		62,112

**U.S. GOVERNMENT AGENCIES 7.7%**  
**Fannie Mae**

