

PIMCO CALIFORNIA MUNICIPAL INCOME FUND II
Form N-CSR
July 28, 2015
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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: 811-21077

PIMCO California Municipal Income Fund II

(Exact name of registrant as specified in charter)

1633 Broadway, New York, NY 10019

(Address of principal executive offices)

William G. Galipeau

Treasurer

650 Newport Center Drive

Newport Beach, CA 92660

(Name and address of agent for service)

Copies to:

David C. Sullivan

Ropes & Gray LLP

Prudential Tower

800 Boylston Street

Boston, MA 02199

Registrant's telephone number, including area code: (844) 337-4626

Date of fiscal year end: May 31

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Date of reporting period: May 31, 2015

Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSR 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 Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507.

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Item 1. Reports to Shareholders.

The following is a copy of the report transmitted to shareholders pursuant to Rule 30e-1 under the Investment Company Act of 1940, as amended (the 1940 Act) (17 CFR 270.30e-1).

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Your Global Investment Authority

PIMCO Closed-End Funds

Annual Report

May 31, 2015

PIMCO Municipal Income Fund II

PIMCO California Municipal Income Fund II

PIMCO New York Municipal Income Fund II

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Letter from the Chairman of the Board & President

Dear Shareholder:

Despite periods of volatility, municipal bonds produced positive results during the fiscal year ended May 31, 2015. Even though portions of the U.S. economy were highly resilient and the unemployment rate declined, longer-term Treasury yields moved lower during the reporting period. Investor demand for municipal securities was positive overall during the period.

For the 12-month reporting period ended May 31, 2015

After first expanding, the U.S. economy hit a soft patch as the reporting period progressed. Looking back, U.S. gross domestic product (GDP), which represents the value of goods and services produced in the country, the broadest measure of economic activity and the principal indicator of economic performance, expanded at a 4.6% annual pace during the second quarter of 2014 and accelerated to a 5.0% annual pace during the third quarter of 2014 its strongest growth rate since the third quarter of 2003. GDP then expanded at an annual pace of 2.2% during the fourth quarter of 2014. Decelerating growth was partially attributed to an upturn in imports and moderating federal government spending. According to the Commerce Department, GDP contracted at an annual pace of 0.2% for the first quarter of 2015. This was attributed to contractions in exports, nonresidential fixed investment and state and local government spending. In addition, consumer spending decelerated, as it grew a modest 2.1% during the first quarter of 2015 versus 4.4% for the fourth quarter of 2014.

Federal Reserve (Fed) monetary policy remained accommodative during the reporting period. However, the central bank appeared to be moving closer to raising interest rates for the first time since 2006. As expected, following its meeting in October 2014, the Fed announced that it had concluded its asset purchase program. Then, at its March 2015 meeting, the Fed eliminated the word patient from its official statement regarding when it may start raising rates. Finally, at its meeting in June, after the reporting period had ended, the Fed said that it currently anticipates that, even after employment and inflation are near mandate-consistent levels, economic conditions may, for some time, warrant keeping the target federal funds rate below levels the Committee views as normal in the longer run.

The municipal bond market generated a positive return during the 12-month reporting period ended May 31, 2015. The overall municipal market, as measured by the Barclays Municipal Bond Index, posted positive returns during nine of the 12 months of the reporting period. Supporting the municipal market during those months were generally improving fundamentals, attractive valuations and falling longer-term interest rates. In addition, investor demand was largely strong. The municipal market s only setbacks occurred in February, April and May 2015, as interest rates moved higher and negatively impacted bond prices. The Barclays Municipal Bond Index gained 3.18% during the 12 months ended May 31, 2015. In comparison, the overall taxable fixed income market, as measured by the Barclays U.S. Aggregate Bond Index, gained 3.03%.

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Outlook

PIMCO's baseline view is that the U.S. is on track for solid growth in the range of 2.5% to 3% in 2015. This outlook reflects the firm's expectation for robust consumption growth, supported by a strengthening labor market and a boost to real income from low commodity prices. However, against this positive outlook for consumption, PIMCO is weighing the potential negatives of sluggish export growth held back by the stronger U.S. dollar, as well as the likelihood that capital expenditures will be held back by a slowdown in investment in the energy sector. While PIMCO believes that headline inflation may briefly turn negative due to the year-over-year decline in oil prices, the firm expects core inflation to bottom out near current levels and to rebound later in 2015. These conditions should allow the Fed to begin the process of normalizing short-term interest rates later this year. That said, in PIMCO's view, this interest rate hike cycle will differ from previous ones both in terms of pace—slower—and in terms of the destination—lower. PIMCO's outlook for the municipal market remains positive due to improving credit fundamentals and favorable pre-tax equivalent valuations. However, PIMCO remains cautious given the potential for interest rate volatility, additional supply pressures and negative credit headlines.

In the following pages of this PIMCO Closed-End Funds Annual Report, please find specific details regarding investment performance and a discussion of factors that most affected the Funds' performance over the 12-month reporting period ended May 31, 2015.

Thank you for investing with us. We value your trust and will continue to work diligently to meet your investment needs. If you have questions regarding any of your PIMCO Closed-End Funds investments, please contact your financial advisor or call the Funds' shareholder servicing agent at (844) 33-PIMCO or (844) 337-4626. We also invite you to visit our website at pimco.com/investments to learn more about our views and global thought leadership.

We remain dedicated to serving your investment needs.

Sincerely,

Hans W. Kertess
Chairman of the Board of Trustees

Peter G. Strelow
President

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Important Information About the Funds

We believe that bond funds have an important role to play in a well-diversified investment portfolio. It is important to note, however, that in an environment where interest rates trend upward, rising rates would negatively impact the performance of most bond funds, and fixed-income securities held by a Fund are likely to decrease in value. A number of factors can cause interest rates to rise (e.g., central bank monetary policies, inflation rates, general economic conditions, etc.). Accordingly, changes in interest rates can be sudden, and there is no guarantee that Fund Management will anticipate such movement.

As of the date of this report, interest rates in the U.S. are at or near historically low levels. As such, bond funds may currently face an increased exposure to the risks associated with rising interest rates. This is especially true since the Federal Reserve Board has concluded its quantitative easing program. Further, while the U.S. bond market has steadily grown over the past three decades, dealer inventories of corporate bonds have remained relatively stagnant. As a result, there has been a significant reduction in the ability of dealers to "make markets" in corporate bonds. All of the factors mentioned above, individually or collectively, could lead to increased volatility and/or lower liquidity in the fixed income markets, which could result in increased losses to a Fund. Bond funds and individual bonds with a longer duration (a measure of the sensitivity of a security's price to changes in interest rates) tend to be more sensitive to changes in interest rates, usually making them more volatile than securities or funds with shorter durations. In addition, in the current low interest rate environment, the market price of the Funds' common shares may be particularly sensitive to changes in interest rates or the perception that there will be a change in interest rates.

The use of derivatives may subject the Funds to greater volatility than investments in traditional securities. The Funds may use derivative instruments for hedging purposes or as part of an investment strategy. Use of these instruments may involve certain costs and risks such as liquidity risk, interest rate risk, market risk, call risk, credit risk, management risk and the risk that a Fund could not close out a position when it would be most advantageous to do so. Certain derivative transactions may have a leveraging effect on a Fund. For example, a small investment in a derivative instrument may have a significant impact on a Fund's exposure to interest rates, currency exchange rates or other investments. As a result, a relatively small price movement in a derivative instrument may cause an immediate and substantial loss or gain, which translates into heightened volatility in a Fund's net asset value. A Fund may engage in such transactions regardless of whether the Fund owns the asset, instrument or components of the index underlying a derivative instrument. A Fund may invest a significant portion of its assets in these types of instruments. If it does, a Fund's investment exposure could far exceed the value of its portfolio securities and its investment performance could be primarily dependent upon securities it does not directly own.

A Fund's use of leverage creates the opportunity for increased income for the Fund's common shareholders, but also creates special risks. Leverage is a speculative technique that may expose a Fund to greater risk and increased costs. If shorter-term interest rates rise relative to the rate of return on a Fund's portfolio, the interest and other costs to the Fund of leverage could exceed the rate of return on the debt obligations and other investments held by the Fund, thereby reducing return to the Fund's common shareholders. In addition, fees and expenses of any form of leverage used by a Fund will be borne entirely by its common shareholders (and not by preferred shareholders, if any) and will reduce the investment return of the Fund's common shares. There can be no assurance that a Fund's use of leverage will result in a higher yield on its common shares, and it may result in losses. Leverage creates several major types of risks for a Fund's common shareholders,

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including: (1) the likelihood of greater volatility of net asset value and market price of the Fund's common shares, and of the investment return to the Fund's common shareholders, than a comparable portfolio without leverage; (2) the possibility either that the Fund's common share dividends will fall if the interest and other costs of leverage rise, or that dividends paid on the Fund's common shares will fluctuate because such costs vary over time; and (3) the effects of leverage in a declining market or a rising interest rate environment, as leverage is likely to cause a greater decline in the net asset value of the Fund's common shares than if the Fund were not leveraged and may result in a greater decline in the market value of the Fund's common shares.

There is a risk that a Fund investing in a tender option bond program will not be considered the owner of a tender option bond for federal income tax purposes, and thus will not be entitled to treat such interest as exempt from federal income tax. Certain tender option bonds may be illiquid or may become illiquid as a result of, among other things, a credit rating downgrade, a payment default or a disqualification from tax-exempt status. Regulators recently finalized rules implementing Section 619 (the Volcker Rule) and Section 941 (the Risk Retention Rules) of the Dodd-Frank Wall Street Reform and Consumer Protection Act. Both the Volcker Rule and the Risk Retention Rules apply to tender option bond programs and may require that such programs be restructured. At this time, the full impact of these rules is not certain, however, in response to these rules, industry participants have begun to explore various structuring alternatives for existing and new trusts. For example, under a new tender option bond structure, a Fund would structure and sponsor a tender option bond trust. As a result, a Fund would be required to assume certain responsibilities and risks as the sponsor of the tender option bond trust. Because of the important role that tender option bond programs play in the municipal bond market, it is possible that implementation of these rules and any resulting impact may adversely impact the municipal bond market and the Funds. For example, as a result of the implementation of these rules, the municipal bond market may experience reduced demand or liquidity and increased financing costs. A Fund's investment in the securities issued by a tender option bond trust may involve greater risk and volatility than an investment in a fixed rate bond, and the value of such securities may decrease significantly when market interest rates increase. Tender option bond trusts could be terminated due to market, credit or other events beyond the Funds' control, which could require the Funds to reduce leverage and dispose of portfolio investments at inopportune times and prices. A Fund may use a tender option bond program as a way of achieving leverage in its portfolio, in which case the Fund will be subject to leverage risk.

High-yield bonds (commonly referred to as junk bonds) typically have a lower credit rating than other bonds. Lower-rated bonds generally involve a greater risk to principal than higher-rated bonds. Further, markets for lower-rated bonds are typically less liquid than for higher-rated bonds, and public information is usually less abundant in such markets. Thus, high-yield investments increase the chance that a Fund will lose money on its investment. Mortgage-related and asset-backed securities represent ownership interests in pools of mortgages or other assets such as consumer loans or receivables. As a general matter, mortgage-related and asset-backed securities are subject to interest rate risk, extension risk, prepayment risk, and credit risk. These risks largely stem from the fact that returns on mortgage-related and asset-backed securities depend on the ability of the underlying assets to generate cash flow.

A Fund may hold defaulted securities that may involve special considerations including bankruptcy proceedings, other regulatory and legal restrictions affecting the Fund's ability to trade, and the availability of prices from independent pricing services or dealer quotations. Defaulted securities are

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Important Information About the Funds (Cont.)

often illiquid and may not be actively traded. Sale of securities in bankrupt companies at an acceptable price may be difficult and differences compared to the value of the securities used by a Fund could be material.

Variable and floating rate securities generally are less sensitive to interest rate changes but may decline in value if their interest rates do not rise as much, or as quickly, as interest rates in general. Conversely floating rate securities will not generally increase in value if interest rates decline. Inverse floating rate securities may decrease in value if interest rates increase. Inverse floating rate securities may also exhibit greater price volatility than a fixed rate obligation with similar credit quality. When a Fund holds variable or floating rate securities, a decrease (or, in the case of inverse floating rate securities, an increase) in market interest rates will adversely affect the income received from such securities and the NAV of the Funds' shares.

A Fund that concentrates its investments in California municipal bonds may be affected significantly by economic, regulatory or political developments affecting the ability of California issuers to pay interest or repay principal. Certain issuers of California municipal bonds have experienced serious financial difficulties in the past and reoccurrence of these difficulties may impair the ability of certain California issuers to pay principal or interest on their obligations. Provisions of the California Constitution and State statutes that limit the taxing and spending authority of California governmental entities may impair the ability of California issuers to pay principal and/or interest on their obligations. While California's economy is broad, it does have major concentrations in high technology, aerospace and defense-related manufacturing, trade, entertainment, real estate and financial services, and may be sensitive to economic problems affecting those industries. Future California political and economic developments, constitutional amendments, legislative measures, executive orders, administrative regulations, litigation and voter initiatives could have an adverse effect on the debt obligations of California issuers.

A Fund that concentrates its investments in New York municipal bonds may be affected significantly by economic, regulatory or political developments affecting the ability of New York issuers to pay interest or repay principal. While New York's economy is broad, it does have concentrations in the financial services industry, and may be sensitive to economic problems affecting that industry. Certain issuers of New York municipal bonds have experienced serious financial difficulties in the past and a reoccurrence of these difficulties may impair the ability of certain New York issuers to pay principal or interest on their obligations. The financial health of New York City affects that of the State, and when New York City experiences financial difficulty it may have an adverse effect on New York municipal bonds held by a Fund. The growth rate of New York has at times been somewhat slower than the nation overall. The economic and financial condition of New York also may be affected by various financial, social, economic and political factors.

The common shares of the Funds trade on the New York Stock Exchange. As with any stock, the price of a Fund's common shares will fluctuate with market conditions and other factors. If you sell your common shares of a Fund, the price received may be more or less than your original investment. Shares of closed-end management investment companies frequently trade at a discount from their net asset value. The common shares of a Fund may trade at a price that is less than the initial offering price and/or the net asset value of such shares. Further, if a Fund's shares trade at a price that is more than the initial offering price and/or the net asset value of such shares, including at a substantial premium and/or for an extended period of time, there is no assurance that any such

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premium will be sustained for any period of time and will not decrease, or that the shares will not trade at a discount to net asset value thereafter.

The Funds may be subject to various risks in addition to those described above. Some of these risks may include, but are not limited to, the following: asset allocation risk, credit risk, stressed securities risk, distressed and defaulted securities risk, corporate bond risk, market risk, issuer risk, liquidity risk, equity securities and related market risk, mortgage-related and other asset-backed securities risk, extension risk, prepayment risk, privately issued mortgage-related securities risk, mortgage market/subprime risk, foreign (non-U.S.) investment risk, emerging markets risk, currency risk, redenomination risk, non-diversification risk, management risk, municipal bond risk, tender option bond risk, inflation-indexed security risk, senior debt risk, loans, participations and assignments risk, reinvestment risk, real estate risk, U.S. Government securities risk, foreign (non-U.S.) government securities risk, valuation risk, segregation and cover risk, focused investment risk, credit default swaps risk, event-linked securities risk, counterparty risk, preferred securities risk, confidential information access risk, other investment companies risk, private placements risk, inflation/deflation risk, regulatory risk, tax risk, recent economic conditions risk, market disruptions and geopolitical risk, potential conflicts of interest involving allocation of investment opportunities, repurchase agreements risk, securities lending risk, zero-coupon bond and payment-in-kind securities risk, portfolio turnover risk, smaller company risk, short sale risk and convertible securities risk. A description of certain of these risks is available in the Notes to Financial Statements of this Report.

On each Fund Summary page in this Shareholder Report the Common Share Average Annual Total Return table and Common Share Cumulative Return (if applicable) measure performance assuming that all dividend and capital gain distributions were reinvested. Total return is calculated by determining the percentage change in NAV or market price (as applicable) in the specified period. Returns do not reflect the deduction of taxes that a shareholder would pay on Fund distributions. 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 a Fund, market conditions, supply and demand for a Fund's shares, or changes in a Fund's dividends. Performance shown is net of fees and expenses.

The following table discloses the commencement of operations of each Fund:

Name of Fund	Commencement of Operations
PIMCO Municipal Income Fund II	06/28/02
PIMCO California Municipal Income Fund II	06/28/02
PIMCO New York Municipal Income Fund II	06/28/02

An investment in a Fund is not a deposit of a bank and is not guaranteed or insured by the Federal Deposit Insurance Corporation or any other government agency. It is possible to lose money on investments in the Funds.

PIMCO has adopted written proxy voting policies and procedures (Proxy Policy) as required by

Rule 206(4)-6 under the Investment Advisers Act of 1940. The Proxy Policy has been adopted by the Funds as the policies and procedures that PIMCO will use when voting proxies on behalf of the

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Important Information About the Funds (Cont.)

Funds. A description of the policies and procedures that PIMCO uses to vote proxies relating to portfolio securities of each Fund, and information about how each Fund voted proxies relating to portfolio securities held during the most recent twelve-month period ended June 30, are available without charge, upon request, by calling the Funds at (844) 33-PIMCO (844-337-4626), on the Funds' website at www.pimco.com/investments, and on the Securities and Exchange Commission's (SEC) website at <http://www.sec.gov>.

Each Fund files a complete schedule of its portfolio holdings with the SEC for the first and third quarters of its fiscal year on Form N-Q. A copy of each Fund's Form N-Q is available on the SEC's website at <http://www.sec.gov> and may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C., and is available without charge, upon request by calling the Funds at (844) 33-PIMCO (844-337-4626) and on the Funds' website at www.pimco.com/investments. Updated portfolio holdings information about a Fund will be available at www.pimco.com/closedendfunds approximately 15 calendar days after such Fund's most recent fiscal quarter end, and will remain accessible until such Fund files a Form N-Q or a shareholder report for the period which includes the date of the information. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

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PIMCO Municipal Income Fund II

Symbol on NYSE - **PML**

Allocation Breakdown

California	13.8%
New York	13.4%
Texas	12.4%
Arizona	8.4%
Illinois	6.6%
Pennsylvania	5.5%
New Jersey	5.2%
Ohio	5.2%
Other	29.5%

% of Investments, at value as of 05/31/15

Fund Information (as of May 31, 2015)⁽¹⁾

Market Price	\$12.19
NAV	\$12.11
Premium/(Discount) to NAV	0.66%
Market Price	
Distribution Yield ⁽²⁾	6.40%
NAV Distribution Yield ⁽²⁾	6.44%
Regulatory Leverage Ratio ⁽³⁾	35%

Average Annual Total Return ⁽¹⁾ for the period ended May 31, 2015

	1 Year	5 Year	10 Year	Commencement of Operations (06/28/02)
Market Price	6.15%	9.05%	4.78%	5.32%
NAV	8.15%	9.68%	4.88%	5.67%

All Fund returns are net of fees and expenses.

- (1) Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Current performance may be lower or higher than performance shown. Investment return and the principal value of an investment will fluctuate. Total return, market price, NAV, market price distribution yield, and NAV distribution yield will fluctuate with changes in market conditions. For performance current to the most recent month-end, visit www.pimco.com or call (844) 33-PIMCO.
- (2) Distribution yields are not performance and are calculated by annualizing the most recent distribution per share and dividing by the NAV or Market Price, as applicable, as of the reported date. Distributions may be comprised of ordinary income, net capital gains, and/or a return of capital (ROC) of your investment in the Fund. Because the distribution rate may include a ROC, it should not be confused with yield or income. If the Fund estimates that a portion of its distribution may be comprised of amounts from sources other than net investment income, the Fund will notify shareholders of the estimated composition of such distribution through a Section 19 Notice. Please refer to the most recent Section 19 Notice, if applicable, for additional information regarding the composition of distributions. Please visit www.pimco.com for most recent Section 19 Notice, if applicable. Final determination of a distribution's tax character will be made on Form 1099 DIV sent to shareholders each January.
- (3) Represents regulatory leverage outstanding, as a percentage of total managed assets. Regulatory leverage may include preferred shares, tender option bond transactions, reverse repurchase agreements, and other borrowings (collectively Regulatory Leverage). Total managed assets refer to total assets (including assets attributable to Regulatory Leverage that may be outstanding) minus accrued liabilities (other than liabilities representing Leverage).

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Portfolio Insights

- » PIMCO Municipal Income Fund II's primary investment objective is to seek current income exempt from federal income tax.

- » The Fund's overweight to effective duration (or sensitivity to changes in market interest rates) contributed to performance, as municipal yields moved lower across the yield curve during the reporting period.

- » An overweight to the revenue-backed sector contributed to performance, as the sector outperformed the overall municipal market during the reporting period.

- » An overweight to the industrial revenue sector contributed to performance, as the sector outperformed the overall municipal market during the reporting period.

- » Exposure to the health care sector contributed to performance, as the sector outperformed the overall municipal market during the reporting period.

- » An underweight to the transportation sector detracted from performance, as the sector outperformed the overall municipal market during the reporting period.

- » An underweight to the education sector detracted from performance, as the sector outperformed the overall municipal market during the reporting period.

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PIMCO California Municipal Income Fund II

Symbol on NYSE - PCK

Allocation Breakdown

California	97.8%
Short-Term Instruments	0.8%
New Jersey	0.7%
New York	0.7%

% of Investments, at value as of 05/31/15
Fund Information (as of May 31,2015)⁽¹⁾

Market Price	\$9.75
NAV	\$8.69
Premium/(Discount) to NAV	12.20%
Market Price Distribution Yield ⁽²⁾	6.62%
NAV Distribution Yield ⁽²⁾	7.42%
Regulatory Leverage Ratio ⁽³⁾	41%

Average Annual Total Return ⁽¹⁾ for the period ended May 31, 2015

	1 Year	5 Year	10 Year	Commencement of Operations (06/28/02)
Market Price	9.85%	9.11%	3.48%	4.09%
NAV	8.64%	10.80%	3.05%	4.04%

All Fund returns are net of fees and expenses.

⁽¹⁾ Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Current performance may be lower or higher than performance shown. Investment return and the principal value of an investment will fluctuate. Total return, market price, NAV, market price distribution yield, and NAV distribution yield will fluctuate with changes in market conditions. For performance current to the most recent month-end, visit www.pimco.com or call (844) 33-PIMCO.

⁽²⁾ Distribution yields are not performance and are calculated by annualizing the most recent distribution per share and dividing by the NAV or Market Price, as applicable, as of the reported date. Distributions may be comprised of ordinary income, net capital gains, and/or a return of capital (ROC) of your investment in the Fund. Because the distribution rate may include a ROC, it should not be confused with yield or income. If the Fund estimates that a portion of its distribution may be comprised of amounts from sources other than net investment income, the Fund will notify shareholders of the estimated composition of such distribution through a Section 19 Notice. Please refer to the most recent Section 19 Notice, if applicable, for additional information regarding the composition of distributions. Please visit www.pimco.com for most recent Section 19 Notice, if applicable. Final determination of a distribution's tax character will be made on Form 1099 DIV sent to shareholders each January.

⁽³⁾ Represents regulatory leverage outstanding, as a percentage of total managed assets. Regulatory leverage may include preferred shares, tender option bond transactions, reverse repurchase agreements, and other borrowings (collectively Regulatory Leverage). Total managed assets refer to total assets (including assets attributable to Regulatory Leverage that may be outstanding) minus accrued liabilities (other than liabilities representing Leverage).

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Portfolio Insights

- » PIMCO California Municipal Income Fund II's primary investment objective is to seek current income exempt from federal and California income tax.

- » The Fund's overweight to effective duration (or sensitivity to changes in market interest rates) contributed to performance, as municipal yields moved lower across the yield curve during the reporting period.

- » An overweight to the revenue-backed sector contributed to performance, as the sector outperformed the overall municipal market during the reporting period.

- » An overweight to the tobacco sector contributed to performance, as the sector outperformed the overall municipal market during the reporting period.

- » Exposure to the health care sector contributed to performance, as the sector outperformed the overall municipal market during the reporting period.

- » An underweight to the education sector detracted from performance, as the sector outperformed the overall municipal market during the reporting period.

- » An underweight to the transportation sector detracted from performance, as the sector outperformed the overall municipal market during the reporting period.

- » An underweight to the water and sewer utility sector detracted from performance, as the sector outperformed the overall municipal market during the reporting period.

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PIMCO New York Municipal Income Fund II

Symbol on NYSE - PNI

Allocation Breakdown

New York	94.8%
Short-Term Instruments	3.0%
Ohio	0.6%
Louisiana	0.6%
Florida	0.5%
Other	0.5%

% of Investments, at value as of 05/31/15
Fund Information (as of May 31,2015)⁽¹⁾

Market Price	\$12.32
NAV	\$11.28
Premium/(Discount) to NAV	9.22%
Market Price	
Distribution Yield ⁽²⁾	6.45%
NAV Distribution Yield ⁽²⁾	7.05%
Regulatory Leverage Ratio ⁽³⁾	41%

Average Annual Total Return ⁽¹⁾ for the period ended May 31, 2015

	1 Year	5 Year	10 Year	Commencement of Operations (06/28/02)
Market Price	9.89%	8.99%	5.10%	5.37%
NAV	10.25%	8.39%	4.48%	5.16%

All Fund returns are net of fees and expenses.

⁽¹⁾ Performance quoted represents past performance. Past performance is not a guarantee or a reliable indicator of future results. Current performance may be lower or higher than performance shown. Investment return and the principal value of an investment will fluctuate. Total return, market price, NAV, market price distribution yield, and NAV distribution yield will fluctuate with changes in market conditions. For performance current to the most recent month-end, visit www.pimco.com or call (844) 33-PIMCO.

⁽²⁾ Distribution yields are not performance and are calculated by annualizing the most recent distribution per share and dividing by the NAV or Market Price, as applicable, as of the reported date. Distributions may be comprised of ordinary income, net capital gains, and/or a return of capital (ROC) of your investment in the Fund. Because the distribution rate may include a ROC, it should not be confused with yield or income. If the Fund estimates that a portion of its distribution may be comprised of amounts from sources other than net investment income, the Fund will notify shareholders of the estimated composition of such distribution through a Section 19 Notice. Please refer to the most recent Section 19 Notice, if applicable, for additional information regarding the composition of distributions. Please visit www.pimco.com for most recent Section 19 Notice, if applicable. Final determination of a distribution's tax character will be made on Form 1099 DIV sent to shareholders each January.

⁽³⁾ Represents regulatory leverage outstanding, as a percentage of total managed assets. Regulatory leverage may include preferred shares, tender option bond transactions, reverse repurchase agreements, and other borrowings (collectively Regulatory Leverage). Total managed assets refer to total assets (including assets attributable to Regulatory Leverage that may be outstanding) minus accrued liabilities (other than liabilities representing Leverage).

14 PIMCO CLOSED-END FUNDS

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Portfolio Insights

- » PIMCO New York Municipal Income Fund II's primary investment objective is to seek current income exempt from federal, New York State and New York City income tax.
- » The Fund's overweight to effective duration (or sensitivity to changes in market interest rates) contributed to performance, as municipal yields moved lower across the yield curve during the reporting period.
- » An overweight to the revenue-backed sector contributed to performance, as the sector outperformed the overall municipal market during the reporting period.
- » Exposure to the tobacco sector contributed to performance, as the sector outperformed the overall municipal market during the reporting period.
- » An overweight to the health care sector contributed to performance, as the sector outperformed the overall municipal market during the reporting period.
- » An overweight to the industrial revenue sector contributed to performance, as the sector outperformed the overall municipal market during the reporting period.
- » An underweight to the water and sewer utility sector detracted from performance, as the sector outperformed the overall municipal market during the reporting period.
- » Select exposure to the special tax sector detracted from performance during the reporting period.

Table of Contents**Financial Highlights**

Selected Per Common Share Data for the Year Ended:	Net Asset Value Beginning of Year	Net Investment Income (^a)	Net Realized/ Unrealized Gain (Loss)	Total from Investment Operations	Distributions on Preferred Shares from Net Investment Income	Net Increase in Net Assets Applicable to Common Shareholders Resulting from Investment Operations	Distributions to Common Shareholders from Net Investment Income	Tax Basis Return of Capital
PIMCO Municipal Income Fund II								
05/31/2015	\$ 11.94	\$ 0.81	\$ 0.15	\$ 0.96	\$ (0.01)	\$ 0.95	\$ (0.78)	\$ 0.00
05/31/2014	12.17	0.81	(0.25)	0.56	(0.01)	0.55	(0.78)	0.00
05/31/2013	11.91	0.82	0.23	1.05	(0.01)	1.04	(0.78)	0.00
05/31/2012	10.12	0.88	1.70	2.58	(0.01)	2.57	(0.78)	0.00
05/31/2011	10.77	0.91	(0.75)	0.16	(0.03)	0.13	(0.78)	0.00
PIMCO California Municipal Income Fund II								
05/31/2015	\$ 8.61	\$ 0.66	\$ 0.08	\$ 0.74	\$ (0.01)	\$ 0.73	\$ (0.65)	\$ 0.00
05/31/2014	8.93	0.68	(0.26)	0.42	(0.01)	0.41	(0.66)	(0.07)
05/31/2013	8.65	0.69	0.35	1.04	(0.01)	1.03	(0.68)	(0.07)
05/31/2012	7.38	0.71	1.32	2.03	(0.01)	2.02	(0.70)	(0.05)
05/31/2011	8.11	0.74	(0.70)	0.04	(0.02)	0.02	(0.75)	0.00
PIMCO New York Municipal Income Fund II								
05/31/2015	\$ 10.98	\$ 0.75	\$ 0.36	\$ 1.11	\$ (0.01)	\$ 1.10	\$ (0.80)	\$ 0.00
05/31/2014	11.32	0.75	(0.28)	0.47	(0.01)	0.46	(0.80)	0.00
05/31/2013	11.37	0.79	(0.02)	0.77	(0.02)	0.75	(0.80)	0.00
05/31/2012	10.10	0.85	1.24	2.09	(0.02)	2.07	(0.80)	0.00
05/31/2011	10.90	0.88	(0.85)	0.03	(0.03)	0.00	(0.80)	0.00

(a) Per share amounts based on average number of common shares outstanding during the year.

(b) Total investment return is calculated assuming a purchase of a common share at the market price on the first day and a sale of a common share at the market price on the last day of each year reported. Dividends and distributions, if any, are assumed, for purposes of this calculation, to be reinvested at prices obtained under the Funds' dividend reinvestment plan. Total investment return does not reflect brokerage commissions in connection with the purchase or sale of Fund shares.

(c) Calculated on the basis of income and expenses applicable to both common and preferred shares relative to the average net assets of common shareholders.

(d) Interest expense primarily relates to participation in borrowing and financing transactions, see Note 5 in the Notes to Financial Statements for more information.

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Total Distributions to Common Shareholders	Net Asset Value End of Year	Market Price End of Year	Total Investment Return ^(b)	Net Assets Applicable to Common Shareholders End of Year (000s)	Ratio of Expenses to Average Net Assets ^{(c)(d)}	Ratio of Expenses to Average Net Assets Excluding Interest Expense ^(c)	Ratio of Expenses to Average Net Assets Excluding Interest Expense ^(c)	Ratio of Expenses to Average Net Assets Excluding Interest Expense and Waivers ^(c)	Ratio of Net Investment Income to Average Net Assets ^(c)	Preferred Shares Asset Coverage Per Share	Portfolio Turnover Rate
\$ (0.78)	\$ 12.11	\$ 12.19	6.15%	\$ 742,133	1.16%	1.16%	1.11%	1.11%	6.65%	\$ 75,553	10%
(0.78)	11.94	12.25	7.76	730,088	1.21	1.21	1.16	1.16	7.22	74,733	16
(0.78)	12.17	12.19	3.41	741,368	1.16	1.17	1.11	1.12	6.74	75,501	16
(0.78)	11.91	12.54	28.70	722,161	1.19	1.26	1.11	1.18	8.04	74,192	26
(0.78)	10.12	10.45	1.30	610,800	1.37	1.37	1.24	1.24	8.80	66,606	21
\$ (0.65)	\$ 8.69	\$ 9.75	9.85%	\$ 276,525	1.32%	1.32%	1.21%	1.21%	7.48%	\$ 67,411	12%
(0.73)	8.61	9.52	(1.76)	273,289	1.41	1.41	1.30	1.30	8.51	66,915	14
(0.75)	8.93	10.51	11.41	282,181	1.34	1.35	1.23	1.24	7.65	68,279	13
(0.75)	8.65	10.15	19.59	272,570	1.44	1.52	1.24	1.32	8.99	66,804	25
(0.75)	7.38	9.21	7.53	231,486	1.55	1.55	1.37	1.37	9.73	60,503	15
\$ (0.80)	\$ 11.28	\$ 12.32	9.89%	\$ 124,424	1.40%	1.40%	1.33%	1.33%	6.65%	\$ 64,373	7%
(0.80)	10.98	12.01	7.83	120,520	1.51	1.51	1.45	1.45	7.30	63,139	5
(0.80)	11.32	12.01	4.14	123,685	1.42	1.43	1.33	1.34	6.78	64,140	25
(0.80)	11.37	12.29	20.97	123,667	1.45	1.53	1.36	1.44	7.86	64,135	18
(0.80)	10.10	10.92	3.03	109,256	1.55	1.55	1.44	1.44	8.46	59,574	7

Table of Contents**Statements of Assets and Liabilities**

May 31, 2015

(Amounts in thousands, except per share amounts)	PIMCO Municipal Income Fund II	PIMCO California Municipal Income Fund II	PIMCO New York Municipal Income Fund II
Assets:			
<i>Investments, at value</i>			
Investments in securities*	\$ 1,147,309	\$ 463,354	\$ 209,476
Cash	532	505	514
Receivable for investments sold	4,687	10	0
Interest receivable	17,474	6,005	2,829
Other assets	11	5	5
Total Assets	1,170,013	469,879	212,824
Liabilities:			
<i>Borrowings & Other Financing Transactions</i>			
Payable for tender option bond floating rate certificates	\$ 40,118	\$ 28,209	\$ 8,210
Payable for investments purchased	15,765	0	0
Distributions payable to common shareholders	3,982	1,710	731
Distributions payable to preferred shareholders	10	5	2
Accrued management fees	645	263	127
Other liabilities	360	167	330
Total Liabilities	60,880	30,354	9,400
Preferred Shares (\$0.00001 par value and \$25,000 liquidation preference per share applicable to an aggregate of 14,680, 6,520, and 3,160 shares issued and outstanding, respectively)	367,000	163,000	79,000
Net Assets Applicable to Common Shareholders	\$ 742,133	\$ 276,525	\$ 124,424
Composition of Net Assets Applicable to Common Shareholders:			
Common Shares:			
Par value (\$0.00001 per share)	\$ 1	\$ 0	\$ 0
Paid in capital	802,409	407,787	148,899
Undistributed (overdistributed) net investment income	25,414	(1,482)	531
Accumulated undistributed net realized (loss)	(184,984)	(181,305)	(43,637)
Net unrealized appreciation	99,293	51,525	18,631
	\$ 742,133	\$ 276,525	\$ 124,424
Common Shares Issued and Outstanding	61,268	31,812	11,026
Net Asset Value Per Common Share	\$ 12.11	\$ 8.69	\$ 11.28
Cost of Investments in Securities	\$ 1,048,016	\$ 411,828	\$ 190,833
* Includes repurchase agreements of:	\$ 0	\$ 0	\$ 5,300

A zero balance may reflect actual amounts rounding to less than one thousand.

Table of Contents**Statements of Operations**

Year Ended May 31, 2015

(Amounts in thousands)	PIMCO Municipal Income Fund II	PIMCO California Municipal Income Fund II	PIMCO New York Municipal Income Fund II
Investment Income:			
Interest	\$ 58,095	\$ 24,531	\$ 9,972
Total Income	58,095	24,531	9,972
Expenses:			
Management fees	7,518	3,053	1,449
Auction agent fees and commissions	567	261	129
Trustee fees and related expenses	68	27	13
Interest expense	380	305	83
Auction rate preferred shares related expenses	13	13	13
Operating expense pre-transition ^(a)			
Custodian and accounting agent	39	21	16
Audit and tax services	13	11	10
Shareholder communications	13	6	4
New York Stock Exchange listing	16	8	7
Transfer agent	7	6	7
Legal	5	1	1
Insurance	6	3	2
Total Expenses	8,645	3,715	1,734
Net Investment Income	49,450	20,816	8,238
Net Realized Gain (Loss):			
Investments in securities	1,136	6,746	(515)
Net Realized Gain (Loss):	1,136	6,746	(515)
Net Change in Unrealized Appreciation (Depreciation):			
Investments in securities	8,054	(4,455)	4,505
Net Change in Unrealized Appreciation (Depreciation)	8,054	(4,455)	4,505
Net Increase in Net Assets Resulting from Operations	58,640	23,107	12,228
Distributions on Preferred Shares from Net Investment Income	(420)	(188)	(90)
Net Increase in Net Assets Applicable to Common Shareholders Resulting from Operations	\$ 58,220	\$ 22,919	\$ 12,138

A zero balance may reflect actual amounts rounding to less than one thousand.

^(a) These expenses were incurred by each Fund prior to the close of business on September 5, 2014. Subsequent to the close of business on September 5, 2014, any such operating expenses are borne by PIMCO.

Table of Contents**Statements of Changes in Net Assets**

(Amounts in thousands)	PIMCO Municipal Income Fund II	
	Year Ended May 31, 2015	Year Ended May 31, 2014
Increase (Decrease) in Net Assets from:		
Operations:		
Net investment income	\$ 49,450	\$ 49,179
Net realized gain (loss)	1,136	(3,169)
Net change in unrealized appreciation (depreciation)	8,054	(11,994)
Net increase in net assets resulting from operations	58,640	34,016
Distributions on Preferred Shares from Net Investment Income	(420)	(426)
Net increase in net assets applicable to common shareholders resulting from operations	58,220	33,590
Distributions to Common Shareholders**:		
From net investment income	(47,740)	(47,596)
Tax basis return of capital	0	0
Total Distributions to Common Shareholders	(47,740)	(47,596)
Common Share Transactions**:		
Issued as reinvestment of distributions	1,565	2,726
Net increase resulting from common share transactions	1,565	2,726
Total Increase (Decrease) in Net Assets	12,045	(11,280)
Net Assets Applicable to Common Shareholders:		
Beginning of year	730,088	741,368
End of year*	\$ 742,133	\$ 730,088
* Including undistributed (overdistributed) net investment income of:	\$ 25,414	\$ 24,160
** Common Share Transactions:		
Share issued as reinvestment of distributions	128	243

A zero balance may reflect actual amounts rounding to less than one thousand.

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PIMCO California Municipal Income Fund II		PIMCO New York Municipal Income Fund II	
Year Ended May 31, 2015	Year Ended May 31, 2014	Year Ended May 31, 2015	Year Ended May 31, 2014
\$ 20,816	\$ 21,384	\$ 8,238	\$ 8,148
6,746	(3,108)	(515)	(309)
(4,455)	(4,794)	4,505	(2,765)
23,107	13,482	12,228	5,074
(188)	(190)	(90)	(91)
22,919	13,292	12,138	4,983
(20,493)	(20,949)	(8,750)	(8,711)
0	(2,253)	0	0
(20,493)	(23,202)	(8,750)	(8,711)
810	1,018	516	563
810	1,018	516	563
3,236	(8,892)	3,904	(3,165)
273,289	282,181	120,520	123,685
\$ 276,525	\$ 273,289	\$ 124,424	\$ 120,520
\$ (1,482)	\$ (1,707)	\$ 531	\$ 1,140
89	113	45	54

Table of Contents**Schedule of Investments PIMCO Municipal Income Fund II**

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
INVESTMENTS IN SECURITIES 154.6%		
MUNICIPAL BONDS & NOTES 151.9%		
ALABAMA 5.5%		
Alabama Docks Department State Revenue Bonds, Series 2010		
6.000% due 10/01/2040	\$ 2,000	\$ 2,319
Birmingham-Baptist Medical Centers Special Care Facilities Financing Authority, Alabama Revenue Bonds, Series 2005		
5.000% due 11/15/2030	1,000	1,015
Jefferson County, Alabama Sewer Revenue Bonds, Series 2013		
0.000% due 10/01/2050 (b)	21,000	13,543
6.500% due 10/01/2053	21,000	24,244
		41,121
ARIZONA 13.0%		
Arizona Health Facilities Authority Revenue Bonds, Series 2008		
5.000% due 01/01/2035	3,500	3,738
5.500% due 01/01/2038	2,860	3,103
Industrial Development Authority of the County, Arizona of Pima Revenue Bonds, Series 2010		
5.250% due 10/01/2040	1,500	1,663
Pima County, Arizona Industrial Development Authority Revenue Bonds, Series 2008		
5.000% due 09/01/2039	29,700	31,959
Pinal County, Arizona Electric District No. 3 Revenue Bonds, Series 2011		
5.250% due 07/01/2036	1,750	1,966
5.250% due 07/01/2041	3,700	4,098
Salt River Project Agricultural Improvement & Power District, Arizona Revenue Bonds, Series 2009		
5.000% due 01/01/2039 (c)	10,000	11,027
Salt Verde Financial Corp., Arizona Revenue Bonds, Series 2007		
5.000% due 12/01/2032	12,430	13,950
5.000% due 12/01/2037	22,400	24,957
		96,461
CALIFORNIA 21.3%		
Bay Area Toll Authority, California Revenue Bonds, Series 2008		
5.000% due 04/01/2034	1,430	1,589
Bay Area Toll Authority, California Revenue Bonds, Series 2010		
5.000% due 10/01/2029	6,000	6,895
Bay Area Toll Authority, California Revenue Bonds, Series 2013		
5.250% due 04/01/2048	5,000	5,587
	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
California Health Facilities Financing Authority Revenue Bonds, (IBC/NPFGC Insured), Series 2007		
5.000% due 11/15/2042	\$ 6,300	\$ 6,594
California Health Facilities Financing Authority Revenue Bonds, Series 2010		
5.000% due 11/15/2036	1,500	1,665
8.110% due 11/15/2036 (d)	5,000	6,195

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California Health Facilities Financing Authority Revenue Bonds, Series 2011		
6.000% due 08/15/2042	3,000	3,522
California Municipal Finance Authority Revenue Bonds, Series 2011		
7.750% due 04/01/2031	2,760	3,501
California State General Obligation Bonds, Series 2007		
5.000% due 11/01/2032	2,925	3,170
5.000% due 06/01/2037	1,590	1,696
California State General Obligation Bonds, Series 2008		
5.125% due 08/01/2036	5,200	5,715
5.250% due 03/01/2038	2,500	2,729
California State General Obligation Bonds, Series 2009		
6.000% due 04/01/2038	9,500	11,131
California State General Obligation Bonds, Series 2010		
5.250% due 11/01/2040	5,945	6,862
5.500% due 03/01/2040	5,750	6,676
California Statewide Communities Development Authority Revenue Bonds, (FHA Insured), Series 2009		
6.625% due 08/01/2029	4,890	5,832
6.750% due 02/01/2038	17,415	20,686
California Statewide Communities Development Authority Revenue Bonds, Series 2007		
5.750% due 11/01/2017	1,935	2,036
California Statewide Communities Development Authority Revenue Bonds, Series 2010		
5.000% due 11/01/2040	1,000	1,084
California Statewide Communities Development Authority Revenue Bonds, Series 2011		
5.000% due 12/01/2041	1,000	1,086
6.000% due 08/15/2042	5,690	6,679
6.500% due 11/01/2021	630	684
Golden State, California Tobacco Securitization Corp. Revenue Bonds, Series 2015		
5.000% due 06/01/2045	9,000	9,813
Hayward Unified School District, California General Obligation Bonds, Series 2008		
5.000% due 08/01/2033	2,000	2,090
Indian Wells Redevelopment Agency, California Tax Allocation Bonds, (AMBAC Insured), Series 2006		
4.750% due 09/01/2034	1,500	1,520

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May 31, 2015

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Los Angeles Community College District, California General Obligation Bonds, (FGIC Insured), Series 2007		
5.000% due 08/01/2032	\$ 2,000	\$ 2,184
Los Angeles Department of Water & Power, California Revenue Bonds, (AMBAC Insured), Series 2007		
5.000% due 07/01/2039	4,000	4,296
Los Angeles Unified School District, California General Obligation Bonds, (AMBAC Insured), Series 2005		
5.000% due 07/01/2030	5,000	5,019
M-S-R Energy Authority, California Revenue Bonds, Series 2009		
6.500% due 11/01/2039	1,750	2,309
Montebello Unified School District, California General Obligation Bonds, (AGM Insured), Series 2008		
5.000% due 08/01/2033	2,000	2,244
Newport Beach, California Revenue Bonds, Series 2011		
5.875% due 12/01/2030	3,000	3,748
Peralta Community College District, California General Obligation Bonds, Series 2009		
5.000% due 08/01/2039	500	560
San Diego County, California Water Authority Certificates of Participation Bonds, (AGM Insured), Series 2008		
5.000% due 05/01/2038	2,000	2,174
San Marcos Unified School District, California General Obligation Bonds, Series 2011		
5.000% due 08/01/2038	3,300	3,675
Santa Clara County, California Financing Authority Revenue Bonds, (AMBAC Insured), Series 2007		
5.750% due 02/01/2041	2,000	2,216
Torrance, California Revenue Bonds, Series 2010		
5.000% due 09/01/2040	4,725	5,006
		158,468
COLORADO 2.3%		
Aurora, Colorado Revenue Bonds, Series 2010		
5.000% due 12/01/2040	5,800	6,248
Colorado Health Facilities Authority Revenue Bonds, Series 2007		
5.900% due 08/01/2037	1,000	1,007
Colorado Health Facilities Authority Revenue Bonds, Series 2010		
5.000% due 01/01/2040	6,045	6,529
Denver Health & Hospital Authority, Colorado Revenue Bonds, Series 2010		
5.625% due 12/01/2040	1,000	1,100
	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Public Authority for Colorado Energy Revenue Bonds, Series 2008		
6.500% due 11/15/2038	\$ 1,430	\$ 1,910
		16,794
CONNECTICUT 0.3%		
Connecticut State Health & Educational Facility Authority Revenue Bonds, Series 2011		
5.000% due 07/01/2041	1,000	1,070
Harbor Point Infrastructure Improvement District, Connecticut Tax Allocation Bonds, Series 2010		
7.875% due 04/01/2039	1,250	1,472
		2,542

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FLORIDA 7.6%

Brevard County, Florida Health Facilities Authority Revenue Bonds, Series 2009		
7.000% due 04/01/2039	1,000	1,210
Broward County, Florida Airport System Revenue Bonds, Series 2009		
5.375% due 10/01/2029	600	682
Broward County, Florida Airport System Revenue Bonds, Series 2012		
5.000% due 10/01/2042	12,100	13,150
Broward County, Florida Water & Sewer Utility Revenue Bonds, Series 2009		
5.250% due 10/01/2034 (c)	8,500	9,528
Clearwater, Florida Water & Sewer Revenue Bonds, Series 2009		
5.250% due 12/01/2039	1,000	1,141
Florida Development Finance Corp. Revenue Notes, Series 2011		
6.500% due 06/15/2021	300	322
Florida State General Obligation Bonds, Series 2009		
5.000% due 06/01/2038 (c)	7,900	8,687
Highlands County, Florida Health Facilities Authority Revenue Bonds, Series 2005		
5.000% due 11/15/2031	1,830	1,870
Highlands County, Florida Health Facilities Authority Revenue Bonds, Series 2008		
5.625% due 11/15/2037	3,000	3,429
Orlando-Orange County, Florida Expressway Authority Revenue Bonds, Series 2010		
5.000% due 07/01/2040	10,000	10,970
Sarasota County, Florida Health Facilities Authority Revenue Bonds, Series 2007		
5.750% due 07/01/2037	500	506
Sumter Landing Community Development District, Florida Revenue Bonds, (NPFGC Insured), Series 2005		
4.750% due 10/01/2035	5,000	5,000
		56,495

See Accompanying Notes

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Table of Contents**Schedule of Investments PIMCO Municipal Income Fund II (Cont.)**

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
GEORGIA 1.2%		
Atlanta Department of Aviation, Georgia Revenue Bonds, Series 2010		
5.000% due 01/01/2040	\$ 1,500	\$ 1,639
Atlanta Development Authority, Georgia Revenue Bonds, Series 2015		
5.000% due 07/01/2044	3,895	4,215
Medical Center Hospital Authority, Georgia Revenue Bonds, Series 2007		
5.250% due 07/01/2037	2,775	2,799
		8,653
ILLINOIS 10.2%		
Chicago, Illinois General Obligation Bonds, Series 2007		
5.500% due 01/01/2035	10,000	10,007
5.500% due 01/01/2042	1,250	1,243
Chicago, Illinois Motor Fuel Tax Revenue Bonds, (AGC Insured), Series 2008		
5.000% due 01/01/2038	1,250	1,243
Chicago, Illinois Special Assessment Bonds, Series 2003		
6.625% due 12/01/2022	2,277	2,281
6.750% due 12/01/2032	5,406	5,416
Hillside Village, Illinois Tax Allocation Bonds, Series 2008		
6.550% due 01/01/2020	3,085	3,340
7.000% due 01/01/2028	2,900	3,150
Illinois Finance Authority Revenue Bonds, Series 2007		
5.750% due 05/15/2031	2,500	2,690
6.000% due 03/01/2037 ^	250	20
Illinois Finance Authority Revenue Bonds, Series 2009		
5.500% due 07/01/2037 (c)	5,000	5,653
7.125% due 11/15/2037	700	830
Illinois Finance Authority Revenue Bonds, Series 2010		
6.000% due 05/01/2028	2,000	2,270
Illinois Sports Facilities Authority Revenue Bonds, (AMBAC Insured), Series 2001		
5.500% due 06/15/2030	37,000	37,457
		75,600
INDIANA 0.7%		
Indiana Finance Authority Revenue Bonds, Series 2009		
6.000% due 08/01/2039	1,500	1,727
Vigo County, Indiana Hospital Authority Revenue Bonds, Series 2007		
5.800% due 09/01/2047	990	1,031
	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Vigo County, Indiana Hospital Authority Revenue Bonds, Series 2011		
7.500% due 09/01/2022	\$ 1,900	\$ 2,242
		5,000

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IOWA 3.6%

Iowa Finance Authority Revenue Bonds, Series 2007		
6.750% due 11/15/2042	4,500	4,740
Iowa Finance Authority Revenue Bonds, Series 2013		
5.250% due 12/01/2025	6,000	6,672
Iowa Finance Authority Revenue Bonds, Series 2014		
2.000% due 05/15/2056 ^	144	1
2.700% due 11/15/2046 ^	769	313
Iowa Finance Authority Revenue Notes, Series 2013		
5.500% due 12/01/2022	5,000	5,318
Iowa Tobacco Settlement Authority Revenue Bonds, Series 2005		
5.600% due 06/01/2034	10,350	9,630
		26,674

KANSAS 0.2%

Kansas Development Finance Authority Revenue Bonds, Series 2009		
5.750% due 11/15/2038	500	575
Manhattan, Kansas Revenue Bonds, Series 2007		
5.000% due 05/15/2036	850	851
		1,426

KENTUCKY 0.2%

Kentucky Economic Development Finance Authority Revenue Bonds, Series 2010		
6.375% due 06/01/2040	1,000	1,146

LOUISIANA 1.1%

Louisiana Local Government Environmental Facilities & Community Development Authority Revenue Bonds, Series 2010		
5.875% due 10/01/2040	750	875
6.000% due 10/01/2044	1,000	1,170
6.500% due 11/01/2035	450	538
Louisiana Public Facilities Authority Revenue Bonds, Series 2007		
5.500% due 05/15/2047	3,300	3,442
Louisiana Public Facilities Authority Revenue Bonds, Series 2011		
6.500% due 05/15/2037	2,000	2,341
		8,366

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	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
MARYLAND 1.9%		
Maryland Health & Higher Educational Facilities Authority Revenue Bonds, Series 2008		
6.000% due 01/01/2043	\$ 4,050	\$ 4,364
Maryland Health & Higher Educational Facilities Authority Revenue Bonds, Series 2010		
6.250% due 01/01/2041	1,400	1,567
Maryland Health & Higher Educational Facilities Authority Revenue Bonds, Series 2011		
5.000% due 08/15/2041	2,380	2,547
Maryland Health & Higher Educational Facilities Authority Revenue Bonds, Series 2014		
5.000% due 07/01/2039	5,000	5,421
		13,899
MASSACHUSETTS 1.3%		
Massachusetts Development Finance Agency Revenue Bonds, Series 2007		
6.750% due 10/15/2037	4,610	4,781
Massachusetts Development Finance Agency Revenue Bonds, Series 2010		
7.000% due 07/01/2042	1,000	1,121
7.625% due 10/15/2037	565	625
Massachusetts State College Building Authority Revenue Bonds, Series 2009		
5.500% due 05/01/2039	2,900	3,303
		9,830
MICHIGAN 0.7%		
Detroit, Michigan General Obligation Bonds, Series 2010		
5.250% due 11/01/2035	1,000	1,081
Michigan Public Educational Facilities Authority Revenue Bonds, Series 2007		
6.500% due 09/01/2037 ^	800	456
Royal Oak Hospital Finance Authority, Michigan Revenue Bonds, Series 2009		
8.250% due 09/01/2039	3,000	3,674
		5,211
MINNESOTA 0.4%		
North Oaks, Minnesota Revenue Bonds, Series 2007		
6.000% due 10/01/2033	2,640	2,803
St Louis Park, Minnesota Revenue Bonds, Series 2009		
5.750% due 07/01/2039	400	454
		3,257
	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
MISSISSIPPI 0.0%		
Mississippi Development Bank Revenue Bonds, (AMBAC Insured), Series 1999		
5.000% due 07/01/2024	\$ 40	\$ 40

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MISSOURI 1.5%

Lee s Summit, Missouri Tax Allocation Bonds, Series 2011		
5.625% due 10/01/2023	430	431
Missouri State Health & Educational Facilities Authority Revenue Bonds, Series 2013		
5.000% due 11/15/2044	10,000	10,876
		11,307

NEBRASKA 0.8%

Public Power Generation Agency, Nebraska Revenue Bonds, Series 2015		
5.000% due 01/01/2030	5,000	5,601

NEVADA 1.4%

Clark County, Nevada General Obligation Bonds, Series 2006		
4.750% due 11/01/2035 (c)	10,000	10,407

NEW HAMPSHIRE 0.3%

New Hampshire Business Finance Authority Revenue Bonds, Series 2009		
6.125% due 10/01/2039	2,000	2,243

NEW JERSEY 8.0%

Burlington County, New Jersey Bridge Commission Revenue Bonds, Series 2007		
5.625% due 01/01/2038	950	979
New Jersey Economic Development Authority Revenue Bonds, Series 1998		
6.000% due 05/15/2028	525	280
New Jersey Economic Development Authority Revenue Bonds, Series 2010		
5.875% due 06/01/2042	2,000	2,244
New Jersey Economic Development Authority Special Assessment Bonds, Series 2002		
5.750% due 10/01/2021	4,000	4,439
New Jersey Health Care Facilities Financing Authority Revenue Bonds, Series 2007		
5.750% due 07/01/2037	1,500	1,562
New Jersey Health Care Facilities Financing Authority Revenue Bonds, Series 2011		
6.000% due 07/01/2037	1,500	1,782

See Accompanying Notes

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Schedule of Investments PIMCO Municipal Income Fund II (Cont.)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
New Jersey Health Care Facilities Financing Authority Revenue Bonds, Series 2013		
5.500% due 07/01/2043	\$ 4,000	\$ 4,556
New Jersey Health Care Facilities Financing Authority Revenue Bonds, Series 2014		
5.000% due 07/01/2044	4,000	4,308
New Jersey State Turnpike Authority Revenue Bonds, Series 2009		
5.250% due 01/01/2040	2,000	2,188
Tobacco Settlement Financing Corp., New Jersey Revenue Bonds, Series 2007		
4.750% due 06/01/2034	14,255	10,852
5.000% due 06/01/2041	34,475	26,272
		59,462
NEW MEXICO 0.3%		
Farmington, New Mexico Revenue Bonds, Series 2010		
5.900% due 06/01/2040	2,000	2,211
NEW YORK 20.8%		
Hudson Yards Infrastructure Corp., New York Revenue Bonds, Series 2011		
5.250% due 02/15/2047	33,500	36,721
Metropolitan Transportation Authority, New York Revenue Bonds, Series 2011		
5.000% due 11/15/2036	3,880	4,327
Nassau County, New York Industrial Development Agency Revenue Bonds, Series 2014		
2.000% due 01/01/2049	298	24
6.700% due 01/01/2049	825	805
New York City, New York Water & Sewer System Revenue Bonds, Series 2005		
5.000% due 06/15/2037 (c)	2,830	2,835
New York City, New York Water & Sewer System Revenue Bonds, Series 2007		
4.750% due 06/15/2035 (c)	4,000	4,260
New York City, New York Water & Sewer System Revenue Bonds, Series 2009		
5.000% due 06/15/2039	2,000	2,229
New York Liberty Development Corp. Revenue Bonds, Series 2005		
5.250% due 10/01/2035 (c)	11,505	13,510
New York Liberty Development Corp. Revenue Bonds, Series 2010		
5.125% due 01/15/2044	1,000	1,112
5.625% due 07/15/2047	2,500	2,815
6.375% due 07/15/2049	1,250	1,409
New York Liberty Development Corp. Revenue Bonds, Series 2011		
5.000% due 12/15/2041	10,000	11,110
5.750% due 11/15/2051	54,000	62,001
	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
New York Liberty Development Corp. Revenue Bonds, Series 2014		
5.000% due 11/15/2044	\$ 6,000	\$ 6,104
New York State Dormitory Authority Revenue Bonds, Series 2010		
5.500% due 07/01/2040	1,750	1,992
TSASC, Inc., New York Revenue Bonds, Series 2006		
5.000% due 06/01/2026	3,000	3,027

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154,281

NORTH CAROLINA 0.1%

North Carolina Medical Care Commission Revenue Bonds, Series 2006

5.100% due 10/01/2030	550	553
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NORTH DAKOTA 0.5%

Stark County, North Dakota Revenue Bonds, Series 2007

6.750% due 01/01/2033	3,710	3,885
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OHIO 8.0%

Buckeye Tobacco Settlement Financing Authority, Ohio Revenue Bonds, Series 2007

5.875% due 06/01/2047	29,100	23,452
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6.500% due 06/01/2047	19,400	16,954
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Hamilton County, Ohio Sales Tax Revenue Bonds, Series 2011

5.000% due 12/01/2030	3,900	4,323
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Ohio State Revenue Bonds, Series 2009

5.500% due 01/01/2039	3,000	3,352
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Ohio State Turnpike Commission Revenue Bonds, Series 2013

5.000% due 02/15/2048	10,000	10,983
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59,064

OREGON 0.3%

Clackamas County, Oregon Hospital Facility Authority Revenue Bonds, Series 2009

5.500% due 07/15/2035	1,000	1,133
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Oregon Department of Administrative Services State Certificates of Participation Bonds, Series 2009

5.250% due 05/01/2039	1,155	1,291
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2,424

PENNSYLVANIA 8.5%

Berks County, Pennsylvania Municipal Authority Revenue Bonds, Series 2012

5.000% due 11/01/2044	7,500	8,056
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	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Capital Region Water, Pennsylvania Revenue Bonds, Series 2007		
6.000% due 09/01/2036 ^	\$ 3,250	\$ 1,950
Cumberland County, Pennsylvania Municipal Authority Revenue Bonds, Series 2008		
5.625% due 07/01/2028	1,000	1,083
6.000% due 07/01/2035	670	726
Luzerne County, Pennsylvania Industrial Development Authority Revenue Bonds, Series 2009		
5.500% due 12/01/2039	500	561
Montgomery County Industrial Development Authority, Pennsylvania Revenue Bonds, (FHA Insured), Series 2010		
5.375% due 08/01/2038	8,465	9,751
Pennsylvania Higher Educational Facilities Authority Revenue Bonds, Series 2010		
5.000% due 03/01/2040	400	432
6.000% due 07/01/2043	850	897
Pennsylvania Turnpike Commission Revenue Bonds, Series 2013		
5.000% due 12/01/2043	10,000	10,910
Philadelphia Hospitals & Higher Education Facilities Authority, Pennsylvania Revenue Bonds, Series 2012		
5.625% due 07/01/2036	1,000	1,071
5.625% due 07/01/2042	7,000	7,438
Philadelphia, Pennsylvania General Obligation Bonds, (AGM Insured), Series 2008		
5.250% due 12/15/2032	17,000	18,759
Philadelphia, Pennsylvania Water & Wastewater Revenue Bonds, Series 2009		
5.250% due 01/01/2036	500	547
Westmoreland County Industrial Development Authority, Pennsylvania Revenue Bonds, Series 2010		
5.125% due 07/01/2030	1,000	1,121
		63,302
RHODE ISLAND 2.6%		
Tobacco Settlement Financing Corp., Rhode Island Revenue Bonds, Series 2015		
5.000% due 06/01/2040	7,705	8,025
5.000% due 06/01/2050	11,450	11,657
		19,682
SOUTH CAROLINA 2.9%		
Greenwood County, South Carolina Revenue Bonds, Series 2009		
5.375% due 10/01/2039	1,000	1,117
	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
South Carolina State Public Service Authority Revenue Bonds, Series 2013		
5.500% due 12/01/2053	\$ 10,000	\$ 11,194
South Carolina State Public Service Authority Revenue Bonds, Series 2014		
5.500% due 12/01/2054	8,000	9,054
		21,365
TENNESSEE 1.9%		
Claiborne County, Tennessee Industrial Development Board Revenue Bonds, Series 2009		
6.625% due 10/01/2039	1,750	1,979
Johnson City Health & Educational Facilities Board, Tennessee Revenue Bonds, Series 2010		

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6.000% due 07/01/2038	1,000	1,134
Sullivan County, Tennessee Health Educational & Housing Facilities Board Revenue Bonds, Series 2006		
5.250% due 09/01/2036	500	520
Tennessee Energy Acquisition Corp. Revenue Bonds, Series 2006		
5.000% due 02/01/2023	3,000	3,401
5.000% due 02/01/2027	6,000	6,789
		13,823
TEXAS 19.1%		
Austin Trust, Texas General Obligation Bonds, Series 2007		
4.750% due 04/01/2036 (c)	17,500	18,140
Dallas, Texas Revenue Bonds, (AGC Insured), Series 2009		
5.250% due 08/15/2038	2,500	2,794
Grand Parkway Transportation Corp., Texas Revenue Bonds, Series 2013		
5.000% due 04/01/2053	21,000	22,815
Harris County, Texas Cultural Education Facilities Finance Corp. Revenue Bonds, Series 2009		
5.250% due 10/01/2029	3,750	4,268
5.500% due 10/01/2039	12,700	14,455
HFDC of Central Texas, Inc. Revenue Bonds, Series 2006		
5.500% due 02/15/2037	700	703
North Harris County, Texas Regional Water Authority Revenue Bonds, Series 2008		
5.250% due 12/15/2033	10,300	11,492
5.500% due 12/15/2038	10,300	11,625
North Texas Tollway Authority Revenue Bonds, Series 2008		
5.625% due 01/01/2033	5,000	5,478
5.750% due 01/01/2033	1,200	1,340

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	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
North Texas Tollway Authority Revenue Bonds, Series 2011		
5.000% due 01/01/2038	\$ 5,750	\$ 6,138
5.500% due 09/01/2041	1,300	1,514
San Juan Higher Education Finance Authority, Texas Revenue Bonds, Series 2010		
6.700% due 08/15/2040	250	295
Tarrant County, Texas Cultural Education Facilities Finance Corp. Revenue Bonds, Series 2009		
6.250% due 11/15/2029	3,000	3,498
Texas Municipal Gas Acquisition & Supply Corp. Revenue Bonds, Series 2008		
6.250% due 12/15/2026	19,380	23,437
Texas Municipal Gas Acquisition & Supply Corp. Revenue Bonds, Series 2012		
5.000% due 12/15/2026	5,000	5,584
Texas State General Obligation Bonds, Series 2010		
7.683% due 04/01/2037 (d)	5,365	6,280
Texas State Public Finance Authority Charter School Finance Corp. Revenue Bonds, Series 2007		
5.875% due 12/01/2036	1,000	1,085
Wise County, Texas Revenue Bonds, Series 2011		
8.000% due 08/15/2034	1,000	1,174
		142,115
VIRGINIA 0.3%		
Fairfax County, Virginia Industrial Development Authority Revenue Bonds, Series 2009		
5.500% due 05/15/2035	1,000	1,132
James City County, Virginia Economic Development Authority Revenue Bonds, Series 2013		
2.000% due 10/01/2048 ^	412	13
6.000% due 06/01/2043	1,273	1,202
		2,347
WASHINGTON 2.3%		
Washington Health Care Facilities Authority Revenue Bonds, (AGC Insured), Series 2008		
6.000% due 08/15/2039	1,300	1,535
Washington Health Care Facilities Authority Revenue Bonds, Series 2007		
6.125% due 08/15/2037	13,000	14,046
Washington Health Care Facilities Authority Revenue Bonds, Series 2009		
7.375% due 03/01/2038	1,000	1,215
		16,796
	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
WEST VIRGINIA 0.6%		
West Virginia Economic Development Authority Revenue Bonds, Series 2010		
5.375% due 12/01/2038	\$ 2,000	\$ 2,190
West Virginia Hospital Finance Authority Revenue Bonds, Series 2011		
9.125% due 10/01/2041	1,955	2,175

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		4,365
WISCONSIN 0.2%		
Wisconsin Health & Educational Facilities Authority Revenue Bonds, Series 2009		
6.625% due 02/15/2039	1,000	1,194
Total Municipal Bonds & Notes (Cost \$1,028,118)		1,127,410
SHORT-TERM INSTRUMENTS 2.7%		
SHORT-TERM NOTES 0.1%		
Federal Home Loan Bank		
0.085% due 07/22/2015	400	400
U.S. TREASURY BILLS 2.6%		
0.028% due 09/03/2015 - 10/15/2015 (a)	19,500	19,499
Total Short-Term Instruments (Cost \$19,898)		19,899
Total Investments in Securities (Cost \$1,048,016)		1,147,309
Total Investments 154.6% (Cost \$1,048,016)	\$	1,147,309
Preferred Shares (49.5%)		(367,000)
Other Assets and Liabilities, net (5.1%)		(38,176)
Net Assets Applicable to Common Shareholders 100.0%	\$	742,133

28 PIMCO CLOSED-END FUNDS

See Accompanying Notes

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May 31, 2015

NOTES TO SCHEDULE OF INVESTMENTS (AMOUNTS IN THOUSANDS*):

* A zero balance may reflect actual amounts rounding to less than one thousand.

^ Security is in default.

(a) Coupon represents a weighted average yield to maturity.

(b) Security becomes interest bearing at a future date.

(c) Represents an underlying municipal bond transferred to a tender option bond trust established in a tender option bond transaction in which the Fund sold, or caused the sale of, the underlying municipal bond and purchased the residual interest certificate. The security serves as collateral in a financing transaction. See Note 5(b) in the Notes to Financial Statements for more information.

(d) Represents an investment in a tender option bond residual interest certificate purchased in a secondary market transaction. The interest rate shown bears an inverse relationship to the interest rate on a tender option bond floating rate certificate. The interest rate disclosed reflects the rate in effect on May 31, 2015.

FAIR VALUE MEASUREMENTS

The following is a summary of the fair valuations according to the inputs used as of May 31, 2015 in valuing the Fund's assets and liabilities:

Category and Subcategory	Level 1	Level 2	Level 3	Fair Value at 05/31/2015
Investments in Securities, at Value				
Municipal Bonds & Notes				
Alabama	\$ 0	\$ 41,121	\$ 0	\$ 41,121
Arizona	0	96,461	0	96,461
California	0	158,468	0	158,468
Colorado	0	16,794	0	16,794
Connecticut	0	2,542	0	2,542
Florida	0	56,495	0	56,495
Georgia	0	8,653	0	8,653
Illinois	0	75,600	0	75,600
Indiana	0	5,000	0	5,000
Iowa	0	26,674	0	26,674
Kansas	0	1,426	0	1,426
Kentucky	0	1,146	0	1,146
Louisiana	0	8,366	0	8,366
Maryland	0	13,899	0	13,899
Massachusetts	0	9,830	0	9,830
Michigan	0	5,211	0	5,211
Minnesota	0	3,257	0	3,257
Mississippi	0	40	0	40
Missouri	0	11,307	0	11,307
Nebraska	0	5,601	0	5,601
Nevada	0	10,407	0	10,407
New Hampshire	0	2,243	0	2,243
New Jersey	0	59,462	0	59,462
New Mexico	0	2,211	0	2,211

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New York	0	154,281	0	154,281
North Carolina	0	553	0	553
North Dakota	0	3,885	0	3,885
Ohio	0	59,064	0	59,064
Oregon	0	2,424	0	2,424
Pennsylvania	0	63,302	0	63,302
Rhode Island	0	19,682	0	19,682
South Carolina	0	21,365	0	21,365
Tennessee	0	13,823	0	13,823
Texas	0	142,115	0	142,115

See Accompanying Notes

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Schedule of Investments PIMCO Municipal Income Fund II (Cont.)

May 31, 2015

Category and Subcategory	Level 1	Level 2	Level 3	Fair Value at 05/31/2015
Virginia	\$ 0	\$ 2,347	\$ 0	\$ 2,347
Washington	0	16,796	0	16,796
West Virginia	0	4,365	0	4,365
Wisconsin	0	1,194	0	1,194
Short-Term Instruments				
Short-Term Notes	0	400	0	400
U.S. Treasury Bills	0	19,499	0	19,499
Total Investments	\$ 0	\$ 1,147,309	\$ 0	\$ 1,147,309

There were no significant transfers between Levels 1, 2, or 3 during the period ended May 31, 2015.

30 PIMCO CLOSED-END FUNDS

See Accompanying Notes

Table of Contents**Schedule of Investments PIMCO California Municipal Income Fund II**

May 31, 2015

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
INVESTMENTS IN SECURITIES 167.6%		
MUNICIPAL BONDS & NOTES 166.2%		
CALIFORNIA 163.8%		
Alhambra, California Revenue Bonds, Series 2010		
7.625% due 01/01/2040	\$ 2,000	\$ 2,166
California County Tobacco Securitization Agency Revenue Bonds, Series 2002		
5.875% due 06/01/2043	1,800	1,800
California County Tobacco Securitization Agency Revenue Bonds, Series 2006		
5.600% due 06/01/2036	1,500	1,367
California Health Facilities Financing Authority Revenue Bonds, (IBC/NPFGC Insured), Series 2007		
5.000% due 11/15/2042	4,220	4,417
California Health Facilities Financing Authority Revenue Bonds, Series 2007		
5.250% due 11/15/2046 (b)	12,195	12,812
California Health Facilities Financing Authority Revenue Bonds, Series 2008		
5.250% due 11/15/2040	5,400	6,265
California Health Facilities Financing Authority Revenue Bonds, Series 2009		
5.750% due 09/01/2039	250	286
6.000% due 07/01/2039	3,000	3,437
6.500% due 11/01/2038	500	597
California Health Facilities Financing Authority Revenue Bonds, Series 2011		
5.000% due 08/15/2035	1,000	1,098
California Health Facilities Financing Authority Revenue Bonds, Series 2012		
5.000% due 11/15/2034	1,000	1,082
5.000% due 11/15/2040	4,000	4,356
5.000% due 08/15/2051	8,755	9,590
California Health Facilities Financing Authority Revenue Bonds, Series 2013		
5.000% due 08/15/2052	675	748
California Infrastructure & Economic Development Bank Revenue Bonds, Series 2008		
5.250% due 02/01/2038	175	190
California Infrastructure & Economic Development Bank Revenue Bonds, Series 2013		
5.000% due 02/01/2039	10,000	10,937
California Municipal Finance Authority Revenue Bonds, Series 2011		
7.750% due 04/01/2031	1,085	1,376
California Pollution Control Financing Authority Revenue Bonds, Series 2010		
5.250% due 08/01/2040	1,500	1,606
California State General Obligation Bonds, Series 2006		
5.000% due 09/01/2031	2,500	2,630
	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
California State General Obligation Bonds, Series 2009		
6.000% due 04/01/2038	\$ 10,000	\$ 11,716
California State General Obligation Bonds, Series 2013		
5.000% due 11/01/2043	7,000	7,857
California State Public Works Board Revenue Bonds, Series 2008		
5.000% due 03/01/2033	7,915	8,768
California State Public Works Board Revenue Bonds, Series 2009		

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5.750% due 10/01/2030	3,000	3,509
6.000% due 11/01/2034	2,000	2,378
California State Public Works Board Revenue Bonds, Series 2011		
5.000% due 12/01/2029	2,000	2,295
California State Public Works Board Revenue Bonds, Series 2013		
5.000% due 03/01/2038	2,500	2,759
California Statewide Communities Development Authority Revenue Bonds, (FGIC Insured), Series 2007		
5.750% due 07/01/2047	3,700	4,105
California Statewide Communities Development Authority Revenue Bonds, (FHA Insured), Series 2009		
6.625% due 08/01/2029	2,135	2,546
6.750% due 02/01/2038	7,860	9,336
California Statewide Communities Development Authority Revenue Bonds, Series 2006		
5.000% due 11/01/2029	500	503
California Statewide Communities Development Authority Revenue Bonds, Series 2007		
5.150% due 07/01/2030	250	252
5.250% due 07/01/2042	1,250	1,236
California Statewide Communities Development Authority Revenue Bonds, Series 2008		
5.250% due 11/15/2048	5,490	5,904
5.500% due 07/01/2031	3,040	3,282
California Statewide Communities Development Authority Revenue Bonds, Series 2010		
7.000% due 07/01/2040	3,760	4,162
7.500% due 06/01/2042	990	1,092
California Statewide Communities Development Authority Revenue Bonds, Series 2011		
6.000% due 08/15/2042	5,600	6,574
California Statewide Communities Development Authority Revenue Bonds, Series 2012		
5.000% due 04/01/2042	9,705	10,637
5.375% due 05/15/2038	4,500	5,001
California Statewide Communities Development Authority Revenue Bonds, Series 2015		
5.000% due 11/01/2043	1,600	1,767

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	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Chabot-Las Positas Community College District, California General Obligation Bonds, (AMBAC Insured), Series 2006		
0.000% due 08/01/2036	\$ 17,305	\$ 6,178
0.000% due 08/01/2037	5,000	1,693
0.000% due 08/01/2043	15,000	3,731
Chula Vista, California Revenue Bonds, Series 2004		
5.875% due 02/15/2034	1,000	1,162
Coronado Community Development Agency, California Tax Allocation Bonds, (AMBAC Insured), Series 2005		
4.875% due 09/01/2035	8,685	8,766
Desert Community College District, California General Obligation Bonds, (AGM Insured), Series 2007		
0.000% due 08/01/2046	25,000	4,955
Desert Community College District, California General Obligation Bonds, (AGM Insured), Series 2009		
8.090% due 08/01/2032 (c)	6,035	6,975
Fremont Community Facilities District No. 1, California Special Tax Bonds, Series 2005		
5.300% due 09/01/2030	1,440	1,443
Golden State, California Tobacco Securitization Corp. Revenue Bonds, Series 2005		
5.000% due 06/01/2045	3,500	3,500
Golden State, California Tobacco Securitization Corp. Revenue Bonds, Series 2007		
5.125% due 06/01/2047	8,500	6,662
5.750% due 06/01/2047	40,715	34,703
Golden State, California Tobacco Securitization Corp. Revenue Bonds, Series 2015		
5.000% due 06/01/2040	7,000	7,699
5.000% due 06/01/2045	18,000	19,626
Imperial Irrigation District, California Revenue Bonds, Series 2011		
5.000% due 11/01/2041	4,500	4,939
Irvine Unified School District, California Special Tax Bonds, Series 2010		
6.700% due 09/01/2035	515	608
JPMorgan Chase Putters/Drivers Trust, California Revenue Bonds, Series 2009		
5.000% due 07/01/2037 (b)	5,000	5,392
JPMorgan Chase Putters/Drivers Trust, California Revenue Bonds, Series 2010		
8.060% due 05/15/2034 (c)	7,500	9,493
JPMorgan Chase Putters/Drivers Trust, California Revenue Notes, Series 2009		
5.000% due 04/01/2039 (b)	20,000	22,219
Lancaster Redevelopment Agency, California Tax Allocation Bonds, Series 2009		
6.875% due 08/01/2039	1,000	1,198
	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
Long Beach Bond Finance Authority, California Revenue Bonds, Series 2007		
5.500% due 11/15/2037	\$ 7,500	\$ 8,783
Long Beach Unified School District, California General Obligation Bonds, Series 2009		
5.250% due 08/01/2033 (b)	10,000	11,429
Long Beach, California Airport System Revenue Bonds, Series 2010		
5.000% due 06/01/2040	500	551