

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II  
Form N-CSR  
August 07, 2015

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 811-21539

First Trust Senior Floating Rate Income Fund II

-----  
(Exact name of registrant as specified in charter)

120 East Liberty Drive, Suite 400  
Wheaton, IL 60187

-----  
(Address of principal executive offices) (Zip code)

W. Scott Jardine, Esq.

First Trust Portfolios L.P.  
120 East Liberty Drive, Suite 400  
Wheaton, IL 60187

-----  
(Name and address of agent for service)

Registrant's telephone number, including area code: 630-765-8000  
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Date of fiscal year end: May 31  
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Date of reporting period: May 31, 2015  
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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. ss. 3507.

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## ITEM 1. REPORTS TO STOCKHOLDERS.

The Report to Shareholders is attached herewith.

ANNUAL  
REPORT  
FOR THE YEAR ENDED  
MAY 31, 2015

FIRST TRUST  
SENIOR FLOATING RATE  
INCOME FUND II  
(FCT)

FIRST TRUST

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ANNUAL REPORT  
MAY 31, 2015

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#### CAUTION REGARDING FORWARD-LOOKING STATEMENTS

This report contains certain forward-looking statements within the meaning of the Securities Act of 1933, as amended, and the Securities Exchange Act of 1934, as amended. Forward-looking statements include statements regarding the goals, beliefs, plans or current expectations of First Trust Advisors L.P. ("First Trust" or the "Advisor") and its representatives, taking into account the information currently available to them. Forward-looking statements include all statements that do not relate solely to current or historical fact. For example, forward-looking statements include the use of words such as "anticipate," "estimate," "intend," "expect," "believe," "plan," "may," "should," "would" or other words that convey uncertainty of future events or outcomes.

Forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause the actual results, performance or achievements of First Trust Senior Floating Rate Income Fund II (the "Fund") to be materially different from any future results, performance or achievements expressed or

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implied by the forward-looking statements. When evaluating the information included in this report, you are cautioned not to place undue reliance on these forward-looking statements, which reflect the judgment of the Advisor and its representatives only as of the date hereof. We undertake no obligation to publicly revise or update these forward-looking statements to reflect events and circumstances that arise after the date hereof.

### PERFORMANCE AND RISK DISCLOSURE

There is no assurance that the Fund will achieve its investment objectives. The Fund is subject to market risk, which is the possibility that the market values of securities owned by the Fund will decline and that the value of the Fund shares may therefore be less than what you paid for them. Accordingly, you can lose money by investing in the Fund. See "Risk Considerations" in the Additional Information section of this report for a discussion of certain other risks of investing in the Fund.

Performance data quoted represents past performance, which is no guarantee of future results, and current performance may be lower or higher than the figures shown. For the most recent month-end performance figures, please visit <http://www.ftportfolios.com> or speak with your financial advisor. Investment returns, net asset value and common share price will fluctuate and Fund shares, when sold, may be worth more or less than their original cost.

### HOW TO READ THIS REPORT

This report contains information that may help you evaluate your investment in the Fund. It includes details about the Fund and presents data and analysis that provide insight into the Fund's performance and investment approach.

By reading the portfolio commentary by the portfolio management team of the Fund, you may obtain an understanding of how the market environment affected the Fund's performance. The statistical information that follows may help you understand the Fund's performance compared to that of relevant market benchmarks.

It is important to keep in mind that the opinions expressed by personnel of the Advisor are just that: informed opinions. They should not be considered to be promises or advice. The opinions, like the statistics, cover the period through the date on the cover of this report. The material risks of investing in the Fund are spelled out in the prospectus, the statement of additional information, this report and other Fund regulatory filings.

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SHAREHOLDER LETTER

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
ANNUAL LETTER FROM THE CHAIRMAN AND CEO  
MAY 31, 2015

Dear Shareholders:

Thank you for your investment in First Trust Senior Floating Rate Income Fund II (the "Fund").

First Trust Advisors L.P. ("First Trust") is pleased to provide you with this

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annual report, which contains detailed information about your investment for the 12 months ended May 31, 2015, including a portfolio commentary from the Fund's management team, a performance analysis and a market and Fund outlook. Additionally, First Trust has compiled the Fund's financial statements for you to review. We encourage you to read this report and discuss it with your financial advisor.

U.S. markets, fueled by accelerating growth and an accommodating Federal Reserve, enjoyed a prosperous year in 2014, though the year was not as prosperous for senior loan funds. Volatility in the U.S. and global markets, particularly over the last six months, was created by a combination of economic and global factors, including the continued conflict in the Middle East and a sharp decline in oil prices. Another factor that has impacted markets is the fact that many economists are predicting the Federal Reserve will begin to raise interest rates this year. This volatility impacted senior loans over the reporting period, and senior loans which retracted over the past several months remain in positive territory (though past performance is no guarantee of future performance).

As I have written previously, First Trust believes investors should maintain perspective about the markets and have realistic expectations about their investments. Markets will always go up and down, but we believe that having a long-term investment horizon and being invested in quality products can help you reach your goals.

Thank you for giving First Trust the opportunity to be a part of your investment plan. We value the relationship and will continue to focus on our disciplined investment approach and long-term perspective to help investors reach their financial goals.

Sincerely,

/s/ James A. Bowen

James A. Bowen  
Chairman of the Board of Trustees  
Chief Executive Officer of First Trust Advisors L.P.

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
"AT A GLANCE"  
AS OF MAY 31, 2015 (UNAUDITED)

-----  
FUND STATISTICS  
-----

|                                                             |               |
|-------------------------------------------------------------|---------------|
| Symbol on New York Stock Exchange                           | FCT           |
| Common Share Price                                          | \$13.77       |
| Common Share Net Asset Value ("NAV")                        | \$14.71       |
| Premium (Discount) to NAV                                   | (6.39)%       |
| Net Assets Applicable to Common Shares                      | \$392,699,458 |
| Current Monthly Distribution per Common Share (1)           | \$0.0750      |
| Current Annualized Distribution per Common Share            | \$0.9000      |
| Current Distribution Rate on Closing Common Share Price (2) | 6.54%         |
| Current Distribution Rate on NAV (2)                        | 6.12%         |

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 COMMON SHARE PRICE & NAV (WEEKLY CLOSING PRICE)  
 -----

|       | Common Share Price | NAV     |
|-------|--------------------|---------|
| 5/14  | \$14.00            | \$14.95 |
|       | 13.81              | 14.91   |
|       | 14.00              | 14.94   |
|       | 14.11              | 14.96   |
| 6/14  | 14.25              | 14.98   |
|       | 13.99              | 14.92   |
|       | 13.98              | 14.93   |
| 7/14  | 13.91              | 14.93   |
|       | 13.97              | 14.94   |
|       | 13.80              | 14.80   |
|       | 13.60              | 14.77   |
| 8/14  | 13.78              | 14.77   |
|       | 13.85              | 14.83   |
|       | 13.89              | 14.86   |
|       | 13.77              | 14.77   |
| 9/14  | 13.68              | 14.73   |
|       | 13.66              | 14.75   |
|       | 13.57              | 14.68   |
|       | 13.51              | 14.60   |
| 10/14 | 13.33              | 14.58   |
|       | 13.07              | 14.49   |
|       | 13.25              | 14.58   |
|       | 13.24              | 14.66   |
| 11/14 | 13.01              | 14.62   |
|       | 13.12              | 14.64   |
|       | 13.05              | 14.66   |
|       | 13.11              | 14.69   |
| 12/14 | 13.06              | 14.56   |
|       | 12.92              | 14.32   |
|       | 12.97              | 14.35   |
|       | 12.95              | 14.42   |
|       | 12.99              | 14.37   |
|       | 12.98              | 14.40   |
| 1/15  | 12.99              | 14.40   |
|       | 13.02              | 14.44   |
|       | 12.95              | 14.44   |
|       | 13.10              | 14.45   |
| 2/15  | 13.30              | 14.52   |
|       | 13.46              | 14.58   |
|       | 13.54              | 14.64   |
|       | 13.61              | 14.61   |
| 3/15  | 13.63              | 14.59   |
|       | 13.69              | 14.58   |
|       | 13.79              | 14.62   |
|       | 13.85              | 14.60   |
| 4/15  | 13.77              | 14.68   |
|       | 13.91              | 14.73   |
|       | 13.88              | 14.75   |
|       | 13.73              | 14.70   |
| 5/15  | 13.69              | 14.71   |
|       | 13.70              | 14.70   |
|       | 13.95              | 14.71   |
|       | 13.77              | 14.71   |

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 PERFORMANCE  
 -----

|                               | Average Annual Total Return |               |                |                |
|-------------------------------|-----------------------------|---------------|----------------|----------------|
|                               | 1 Year Ended                | 5 Years Ended | 10 Years Ended | Inception (5/2 |
|                               | 5/31/2015                   | 5/31/2015     | 5/31/2015      | 5/31/201       |
| FUND PERFORMANCE (3)          |                             |               |                |                |
| NAV                           | 4.68%                       | 7.47%         | 4.28%          | 4.25%          |
| Market Value                  | 4.64%                       | 8.17%         | 4.19%          | 3.20%          |
| INDEX PERFORMANCE             |                             |               |                |                |
| S&P/LSTA Leveraged Loan Index | 2.84%                       | 5.47%         | 5.10%          | 5.03%          |

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| CREDIT QUALITY (S&P RATINGS) (4) | % OF TOTAL INVESTMENTS |
|----------------------------------|------------------------|
| BBB                              | 1.9%                   |
| BBB-                             | 1.4                    |
| BB+                              | 3.5                    |
| BB                               | 6.4                    |
| BB-                              | 13.3                   |
| B+                               | 25.5                   |
| B                                | 32.4                   |
| B-                               | 8.1                    |
| CCC+                             | 3.0                    |
| CCC                              | 1.7                    |
| NR                               | 1.4                    |
| Privately rated securities (5)   | 1.4                    |
| Total                            | 100.0%                 |

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| TOP 10 ISSUERS                     | % OF TOTAL INVESTMENTS |
|------------------------------------|------------------------|
| BMC Software Finance, Inc.         | 2.3%                   |
| Amaya Holdings B.V.                | 2.2                    |
| Albertsons LLC                     | 2.1                    |
| Caesars Growth Partners LLC        | 2.1                    |
| Dell, Inc.                         | 1.9                    |
| Portillo's Holdings LLC            | 1.9                    |
| BJ's Wholesale Club, Inc.          | 1.9                    |
| Asurion LLC                        | 1.8                    |
| Formula One (Delta 2 Lux S.A.R.L.) | 1.8                    |
| InVentiv Health, Inc.              | 1.8                    |
| Total                              | 19.8%                  |

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| ASSET CLASSIFICATION | % OF TOTAL INVESTMENTS |
|----------------------|------------------------|
|----------------------|------------------------|

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|                                                          |        |
|----------------------------------------------------------|--------|
| Hotels, Restaurants & Leisure                            | 10.8%  |
| Health Care Providers & Services                         | 10.2   |
| Media                                                    | 7.1    |
| Software                                                 | 5.0    |
| Life Sciences Tools & Services                           | 4.7    |
| Food Products                                            | 4.7    |
| Pharmaceuticals                                          | 4.3    |
| Health Care Equipment & Supplies                         | 4.2    |
| Food & Staples Retailing                                 | 4.0    |
| Specialty Retail                                         | 3.8    |
| Insurance                                                | 3.7    |
| Chemicals                                                | 3.1    |
| Diversified Telecommunication Services                   | 2.7    |
| Professional Services                                    | 2.3    |
| Diversified Consumer Services                            | 2.2    |
| Diversified Financial Services                           | 2.2    |
| Auto Components                                          | 2.0    |
| Technology Hardware, Storage & Peripherals               | 1.9    |
| Semiconductors & Semiconductor Equipment                 | 1.7    |
| IT Services                                              | 1.7    |
| Commercial Services & Supplies                           | 1.6    |
| Containers & Packaging                                   | 1.5    |
| Consumer Finance                                         | 1.5    |
| Capital Markets                                          | 1.5    |
| Aerospace & Defense                                      | 1.3    |
| Machinery                                                | 1.3    |
| Health Care Technology                                   | 1.2    |
| Independent Power and Renewable<br>Electricity Producers | 1.2    |
| Road & Rail                                              | 1.1    |
| Real Estate Management & Development                     | 1.1    |
| Real Estate Investment Trusts (REITs)                    | 1.0    |
| Oil, Gas & Consumable Fuels                              | 0.9    |
| Building Products                                        | 0.8    |
| Electric Utilities                                       | 0.7    |
| Electronic Equipment & Instruments                       | 0.4    |
| Diversified Business Services                            | 0.4    |
| Beverages                                                | 0.2    |
|                                                          | -----  |
| Total                                                    | 100.0% |
|                                                          | =====  |

- (1) Most recent distribution paid or declared through May 31, 2015. Subject to change in the future.
  
- (2) Distribution rates are calculated by annualizing the most recent distribution paid or declared through the report date and then dividing by Common Share Price or NAV, as applicable, as of May 31, 2015. Subject to change in the future.
  
- (3) Total return is based on the combination of reinvested dividend, capital gain and return of capital distributions, if any, at prices obtained by the Dividend Reinvestment Plan and changes in NAV per share for NAV returns and changes in Common Share Price for market value returns. From inception to October 12, 2010, Four Corners Capital Management, LLC served as the Fund's Sub-Advisor. Effective October 12, 2010, the Leveraged Finance Team of First Trust Advisors L.P. assumed the day-to-day responsibility for management of the Fund's portfolio. Total returns do not reflect sales load and are not annualized for periods of less than one year. Past performance is not indicative of future results.

- (4) The ratings are by Standard & Poor's except where otherwise indicated. A credit rating is an assessment provided by a nationally recognized statistical rating organization (NRSRO) of the creditworthiness of an issuer with respect to debt obligations except for those debt obligations that are only privately rated. Ratings are measured on a scale that generally ranges from AAA (highest) to D (lowest). Investment grade is defined as those issuers that have a long-term credit rating of BBB- or higher. "NR" indicates no rating. The credit ratings shown relate to the creditworthiness of the issuers of the underlying securities in the Fund, and not to the Fund or its shares. Credit ratings are subject to change.
- (5) Represents Senior Loans privately rated upon issuance. The rating agency does not provide ongoing surveillance on the rating.

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PORTFOLIO COMMENTARY

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
ANNUAL REPORT  
MAY 31, 2015

INVESTMENT MANAGER

First Trust Advisors L.P. ("First Trust") was established in 1991 and is located in Wheaton, Illinois. First Trust is a registered investment advisor which offers customized portfolio management using its structured, quantitative approach to security selection. As of May 31, 2015, First Trust managed or supervised \$119.87 billion in assets. The First Trust Leveraged Finance Team began managing the First Trust Senior Floating Rate Income Fund II on October 12, 2010. The First Trust Leveraged Finance Team is comprised of 12 experienced investment professionals specializing in below-investment grade securities. The team is comprised of portfolio management, research, trading and operations. As of May 31, 2015, the First Trust Leveraged Finance Team managed or supervised approximately \$1.62 billion in senior secured bank loans and high-yield bonds. These assets are managed across various strategies, including a closed-end fund, an open-end fund, four exchange-traded funds and a series of unit investment trusts on behalf of retail and institutional clients.

PORTFOLIO MANAGEMENT TEAM

WILLIAM HOUSEY, CFA  
SENIOR VICE PRESIDENT, SENIOR PORTFOLIO MANAGER

SCOTT D. FRIES, CFA  
SENIOR VICE PRESIDENT, PORTFOLIO MANAGER

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II  
The primary investment objective of First Trust Senior Floating Rate Income Fund II ("FCT" or the "Fund") is to seek a high level of current income. As a secondary objective, the Fund attempts to preserve capital. The Fund pursues its objectives by investing in a portfolio of senior floating-rate loan interests ("senior loans"). There can be no assurance that the Fund's investment objectives will be achieved. The Fund may not be appropriate for all investors.



MARKET RECAP

The last 12 months were generally positive for the senior loan market despite the volatility towards the middle of the period in October and December. The start of 2015 has been driven by oil showing signs of stability (at least for now) after a nearly 50% decline in the second half of 2014, a market much more willing to tolerate the current geopolitical climate, and strength in returns across credit markets. Moreover, an incredibly strong undercurrent created by some form of quantitative easing by central banks around the world is driving a global search for yield. With low and negative yields becoming commonplace in many countries and central banks furiously weakening currencies to stimulate demand for their countries' goods and services, the U.S. finds itself standing alone, with interest rate increases, not decreases, on the horizon and a strong currency. The net result is that investors around the world are buying U.S. fixed-income instruments at an extraordinary pace. We believe the combination of this powerful technical demand for U.S. fixed-income securities, a healthy, albeit slow growing, U.S. economy, and sound fundamentals (modest corporate defaults) within corporate America should continue to support the performance of fixed-income markets, including senior loans and high-yield bonds.

SENIOR LOAN MARKET

The S&P/LSTA Leveraged Loan Index returned 2.84% for the 12-month period ending May 31, 2015. From a credit quality perspective, the returns were mixed. Lower quality CCC rated issues returned 3.77% in the period, outperforming the returns of higher quality B rated issues at 3.14% and nearly matching BB rated issues at 3.79%. The average price of loans in the market began the period at \$99.01 and, after bottoming at \$95.92 at the end of December, loan prices ended the period at \$97.39. (Source: S&P/LCD)

CREDIT QUALITY/DEFAULT RATES

Default rates continue to remain low, as compared to long-term averages in senior loans. We believe this is because corporate fundamentals remain healthy, as evidenced by the fact that senior loan issuers that file their financial results publicly grew cash flows by approximately 6% year-over-year in the first quarter of 2015, which represents 23 straight quarters of cash flow growth.

PERFORMANCE ANALYSIS

The Fund outperformed the S&P/LSTA Leveraged Loan Index on a net asset value ("NAV") basis for the 12-month period. The Fund generated an NAV return of 4.68% and a market price return of 4.64%. The Fund's discount to NAV ended the period nearly unchanged from one year ago. At the start of the period, the Fund's market price was at a 6.35% discount to NAV, and moved to a 6.39% discount to NAV by the end of the period.

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PORTFOLIO COMMENTARY (CONTINUED)  
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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
ANNUAL REPORT  
MAY 31, 2015

From an income perspective, the monthly announced distribution rate began the period at \$0.07125 per share and ended at \$0.075 per share. For some time now,

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the consequence of robust demand for senior loans has been declining yields. However, the volatility experienced in the fourth quarter of 2014 resulted in senior loan spreads widening, creating opportunities to increase the income generated by the Fund's holdings. At the \$0.075 per share monthly distribution rate, the annualized distribution rate at the end of May 2015 was 6.12% at NAV and 6.54% at market price.

Contributing to the Fund's outperformance relative to the S&P/LSTA Leveraged Loan Index over the period was the Fund's use of leverage and its issuer selection. The use of leverage contributed positively to the Fund's performance as the total return of senior loans exceeded the borrowing cost. Leverage at the end of May was approximately 28.8% of managed assets. Performance across credit quality was closely mixed and not a meaningful driver of performance; however, we continue to remain underweight in issues rated CCC+ and below. At the end of the period, the Fund held 4.7% of assets in issues rated CCC+ or below compared to 7.0% for the S&P/LSTA Leveraged Loan Index.

### MARKET AND FUND OUTLOOK

Credit markets appear well positioned for the intermediate term, in our opinion. We believe the combination of strong technical tailwinds created by global central bank policy, attractive valuations within the credit markets, a below-average default rate environment, modest but healthy economic growth and sound corporate fundamentals provides a firm backdrop for returns in the periods ahead. We continue to believe that steadily improving economic data (GDP growth of approximately 2.5%-3% and improving unemployment) will provide the Fed the motivation it requires to begin the process of raising interest rates later this year, likely driving greater demand for senior loans.

Based on current valuations, we believe senior loans, given their senior-secured position in the capital structure and floating interest rate, are well positioned as we move through 2015. While headline risk, ranging from oil price volatility to geopolitical turmoil, may continue to influence risk sentiment, and is important to monitor, we believe investors will be well served to stay the course given that these concerns are not likely to result in derailing the U.S. economy from its current trajectory. Moreover, while lower interest rates proved to be a rather substantial tailwind to fixed-income securities in 2014, the risk of raising rates on traditional fixed-income securities has only increased, in our opinion. We believe there remains a substantial asymmetry in the risk vs. reward equation for long-duration fixed-income securities (those with the most rate sensitivity). As a result, even modestly increasing interest rates can present challenges for traditional fixed-income investors.

In summary, we believe that credit markets offer compelling opportunities today, principally within an actively managed framework where risk can be appropriately managed. As we evaluate new investment opportunities, decisions will continue to be rooted in our rigorous bottom-up credit analysis and focus on the opportunities that we believe offer the best risk and reward balance. Despite the many distractions that ebb and flow every quarter, we remain firmly focused on finding value in the senior loan market.

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| PRINCIPAL<br>VALUE                           | DESCRIPTION                                                                         | RATE (b) | MA |
|----------------------------------------------|-------------------------------------------------------------------------------------|----------|----|
| -----                                        |                                                                                     |          |    |
| SENIOR FLOATING-RATE LOAN INTERESTS - 132.9% |                                                                                     |          |    |
|                                              |                                                                                     |          |    |
| AEROSPACE & DEFENSE - 1.9%                   |                                                                                     |          |    |
| \$ 1,889,148                                 | DynCorp International, Inc., Term Loan.....                                         | 6.25%    |    |
| 300,000                                      | Science Applications International Corp. (SAIC),<br>Tranche B Incremental Loan..... | 3.75%    |    |
| 2,878,763                                    | Transdigm, Inc., Term Loan C.....                                                   | 3.75%    |    |
| 794,000                                      | Transdigm, Inc., Tranche D Term Loan.....                                           | 3.75%    |    |
| 1,489,091                                    | Wencor Group LLC (Jazz Acquisition, Inc.),<br>Term Loan (First Lien).....           | 4.50%    |    |
|                                              |                                                                                     |          |    |
| AGRICULTURAL PRODUCTS - 1.0%                 |                                                                                     |          |    |
| 3,861,470                                    | Jimmy Sanders, Inc. (Pinnacle Operating Corp.),<br>Refinancing Term Loan.....       | 4.75%    |    |
|                                              |                                                                                     |          |    |
| ALTERNATIVE CARRIERS - 0.8%                  |                                                                                     |          |    |
| 1,000,000                                    | Level 3 Financing, Inc., Tranche B 2020 Term Loan.....                              | 4.00%    |    |
| 2,250,000                                    | Level 3 Financing, Inc., Tranche B-II 2022 Term Loan.....                           | 3.50%    |    |
|                                              |                                                                                     |          |    |
| APPAREL RETAIL - 0.6%                        |                                                                                     |          |    |
| 992,500                                      | J.C. Penney Corp., Inc., Term Loan.....                                             | 5.00%    |    |
| 1,231,289                                    | Neiman Marcus Group Inc., Other Term Loan.....                                      | 4.25%    |    |
|                                              |                                                                                     |          |    |
| APPLICATION SOFTWARE - 1.8%                  |                                                                                     |          |    |
| 1,000,000                                    | Epicor Software Corp., Term Loan B.....                                             | 4.75%    |    |
| 3,378,474                                    | Infor (US), Inc., Tranche B-5 Term Loan.....                                        | 3.75%    |    |
| 1,630,963                                    | Mitchell International, Inc., Initial Term Loan.....                                | 4.50%    |    |
| 1,395,678                                    | Triple Point Technologies, Inc., Term Loan.....                                     | 5.25%    |    |
|                                              |                                                                                     |          |    |
| ASSET MANAGEMENT & CUSTODY BANKS - 2.0%      |                                                                                     |          |    |
| 800,000                                      | American Beacon Advisors, Inc., Term Loan B.....                                    | 5.50%    |    |
| 1,329,750                                    | Guggenheim Partners Investment Management Holdings LLC,<br>Initial Term Loan.....   | 4.25%    |    |
| 929,816                                      | Mondrian Investment Partners Ltd. (MIPL Group Ltd.),<br>Term Loan B.....            | 4.00%    |    |
| 4,875,000                                    | Victory Capital Holdings (VCH Holdings LLC),<br>Initial Term Loan.....              | 7.00%    |    |
|                                              |                                                                                     |          |    |
| AUTO PARTS & EQUIPMENT - 2.1%                |                                                                                     |          |    |
| 704,059                                      | Affinia Group, Inc., Tranche B-2 Term Loan.....                                     | 4.75%    |    |
| 893,250                                      | Cooper Standard Holdings (CS Intermediate Holdco 2 LLC),<br>Term Loan.....          | 4.00%    |    |
| 882,829                                      | Gates Global LLC, Initial Dollar Term Loan.....                                     | 4.25%    |    |
| 2,679,750                                    | Henniges Automotive Holdings, Inc., Term Loan B.....                                | 5.50%    |    |
| 1,710,625                                    | Remy International, Inc., Term B Loan 2013.....                                     | 4.25%    |    |
| 1,453,519                                    | Tower Automotive Holdings USA LLC,<br>Initial Term Loan (2014).....                 | 4.00%    |    |

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
 PORTFOLIO OF INVESTMENTS (a) (CONTINUED)  
 MAY 31, 2015

| PRINCIPAL<br>VALUE                              | DESCRIPTION                                                                          | RATE (b) | MA |
|-------------------------------------------------|--------------------------------------------------------------------------------------|----------|----|
| -----                                           |                                                                                      |          |    |
| SENIOR FLOATING-RATE LOAN INTERESTS (CONTINUED) |                                                                                      |          |    |
|                                                 | BROADCASTING - 4.6%                                                                  |          |    |
| \$ 4,986,742                                    | Clear Channel Communications, Inc., Tranche D Term Loan.....                         | 6.94%    |    |
| 1,750,000                                       | Clear Channel Communications, Inc., Tranche E Term Loan.....                         | 7.69%    |    |
| 2,798,370                                       | Cumulus Media Holdings, Inc., Term Loan.....                                         | 4.25%    |    |
| 2,154,733                                       | Media General, Inc., Term Loan B2.....                                               | 4.25%    |    |
| 1,059,804                                       | Mission Broadcasting, Inc. (Nexstar Broadcasting Group, Inc.),<br>Term B-2 Loan..... | 3.75%    |    |
| 1,201,834                                       | Nexstar Broadcasting Group, Inc. (Mission Broadcasting, Inc.),<br>Term Loan B-2..... | 3.75%    |    |
| 1,104,505                                       | Tribune Co., Initial Term Loan.....                                                  | 4.00%    |    |
| 979,813                                         | Univision Communications, Inc., 2013 Incremental Term Loan.....                      | 4.00%    |    |
| 2,803,785                                       | Univision Communications, Inc., Replacement First-Lien<br>Term Loan.....             | 4.00%    |    |
|                                                 | BUILDING PRODUCTS - 1.1%                                                             |          |    |
| 425,357                                         | Hillman Group, Inc., Initial Term Loan.....                                          | 4.50%    |    |
| 1,310,160                                       | Quikrete Holdings, Inc., Initial Loan (First Lien).....                              | 4.00%    |    |
| 294,737                                         | Quikrete Holdings, Inc., Initial Loan (Second Lien).....                             | 7.00%    |    |
| 2,218,748                                       | Unifrax Holding Co., New Term Dollar Loan.....                                       | 4.25%    |    |
|                                                 | CABLE & SATELLITE - 0.3%                                                             |          |    |
| 995,000                                         | Mediacom LLC, Tranche G Term Loan.....                                               | 3.75%    |    |
|                                                 | CASINOS & GAMING - 6.7%                                                              |          |    |
| 9,258,750                                       | Amaya Holdings B.V., Initial Term B Loan (First Lien).....                           | 5.00%    |    |
| 2,750,000                                       | Amaya Holdings B.V., 2nd Lien TL.....                                                | 8.00%    |    |
| 8,078,584                                       | Caesars Growth Partners LLC, Term B Loan (First Lien).....                           | 6.25%    |    |
| 2,883,477                                       | CityCenter Holdings LLC, Term B Loan.....                                            | 4.25%    |    |
| 1,753,455                                       | ROC Finance LLC, Funded Term B Loan.....                                             | 5.00%    |    |
| 2,426,979                                       | Station Casinos, Inc., B Term Loan.....                                              | 4.25%    |    |
|                                                 | COAL & CONSUMABLE FUELS - 0.5%                                                       |          |    |

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|            |                                                               |       |
|------------|---------------------------------------------------------------|-------|
| 2,688,494  | Arch Coal, Inc., Term Loan.....                               | 6.25% |
|            | COMMERCIAL PRINTING - 0.3%                                    |       |
| 1,233,333  | Southern Graphic, Inc., Term Loan.....                        | 4.25% |
|            | COMPUTER HARDWARE - 2.7%                                      |       |
| 10,466,822 | Dell, Inc., Term B Loan.....                                  | 4.50% |
|            | CONSTRUCTION MACHINERY & HEAVY TRUCKS - 0.3%                  |       |
| 1,153,253  | Navistar, Inc., Tranche B Term Loan.....                      | 5.75% |
|            | CONSUMER FINANCE - 2.1%                                       |       |
| 5,236,406  | Altisource Solutions S.A.R.L., Term B Loan.....               | 4.50% |
| 550,000    | Black Knight IP Holding Co. LLC, Term Loan B.....             | 3.75% |
| 3,188,395  | Walter Investment Management Corp., Tranche B Term Loan.....  | 4.75% |
|            | DATA PROCESSING & OUTSOURCED SERVICES - 1.9%                  |       |
| 2,969,507  | Harland Clarke Holdings Corp., Tranche B-2 Term Loan.....     | 5.53% |
| 3,721,875  | Interactive Data Corp., Term Loan.....                        | 4.75% |
| 887,561    | Sungard Availability Services Capital, Inc., Term Loan B..... | 6.00% |

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See Notes to Financial Statements

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
 PORTFOLIO OF INVESTMENTS (a) (CONTINUED)  
 MAY 31, 2015

| PRINCIPAL<br>VALUE                              | DESCRIPTION                                                | RATE (b) | MA |
|-------------------------------------------------|------------------------------------------------------------|----------|----|
| -----                                           |                                                            |          |    |
| SENIOR FLOATING-RATE LOAN INTERESTS (CONTINUED) |                                                            |          |    |
|                                                 | DISTILLERS & VINTNERS - 0.3%                               |          |    |
| \$ 992,500                                      | Winebow Holdings, Inc., Loan (First Lien).....             | 4.75%    |    |
|                                                 | DIVERSIFIED CHEMICALS - 1.0%                               |          |    |
| 1,191,009                                       | Gemini HDPE LLC, Advance.....                              | 4.75%    |    |
| 400,000                                         | Ineos US Finance LLC, 2022 Dollar Term Loan.....           | 4.25%    |    |
| 2,339,027                                       | Univar, Inc., Term B Loan.....                             | 5.00%    |    |
|                                                 | DIVERSIFIED SUPPORT SERVICES - 0.5%                        |          |    |
| 1,993,482                                       | SMG Holdings, Inc., Term Loan.....                         | 4.50%    |    |
|                                                 | EDUCATION SERVICES - 0.1%                                  |          |    |
| 249,375                                         | Bright Horizons Family Solutions, Inc., Term B-1 Loan..... | 4.50%    |    |

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|           |                                                                                                   |       |
|-----------|---------------------------------------------------------------------------------------------------|-------|
|           | ELECTRIC UTILITIES - 1.0%                                                                         |       |
| 4,241,410 | TXU (Texas Competitive Electric Holdings Co. LLC),<br>2014 Term Loan (Non-Extending) (d) (e)..... | 4.67% |
| 2,250,000 | TXU (Texas Competitive Electric Holdings Co. LLC), 2017<br>Term Loan (Extending) (d) (e).....     | 4.67% |
|           | ELECTRONIC EQUIPMENT & INSTRUMENT - 0.5%                                                          |       |
| 2,071,818 | Zebra Technologies Corp., Term Loan B.....                                                        | 4.75% |
|           | ENVIRONMENTAL & FACILITIES SERVICES - 0.9%                                                        |       |
| 498,750   | PSSI (Packers Holdings LLC), Term B Loan.....                                                     | 5.00% |
| 1,694,000 | ServiceMaster Co., Initial Term Loan.....                                                         | 4.25% |
| 1,580,000 | WTG Holdings III Corp. (EWT Holdings III Corp.),<br>Term Loan (First Lien).....                   | 4.75% |
|           | HEALTH CARE EQUIPMENT - 4.3%                                                                      |       |
| 3,427,434 | Alere, Inc., B Term Loan.....                                                                     | 4.25% |
| 1,486,380 | Biomet, Inc., Dollar Term B-2 Loan.....                                                           | 3.68% |
| 2,795,067 | Carestream Health, Inc. (Onex Carestream Finance L.P.),<br>Term Loan (First Lien 2013).....       | 5.00% |
| 3,300,000 | DJO Finance LLC (ReAble Therapeutics Finance LLC),<br>Initial Term Loan.....                      | 4.25% |
| 5,661,885 | Kinetic Concepts, Inc., Dollar Term E-1 Loan.....                                                 | 4.50% |
|           | HEALTH CARE FACILITIES - 5.5%                                                                     |       |
| 5,133,333 | 21st Century Oncology, Inc., Tranche B Term Loan.....                                             | 6.50% |
| 1,100,690 | Acadia Healthcare Co., Inc., Tranche B Term Loan.....                                             | 4.25% |
| 2,394,000 | Capella Healthcare, Inc., Initial Term Loan.....                                                  | 5.25% |
| 2,407,656 | CHS/Community Health Systems, Inc., Incremental 2021<br>Term H Loan.....                          | 4.00% |
| 1,375,000 | Concentra, Inc. (MJ Acquisition Corp.), Term Loan B.....                                          | 4.00% |
| 398,995   | Kindred Healthcare, Inc., New Term Loan.....                                                      | 4.25% |
| 851,836   | Select Medical Corp., Series E Tranche B Term Loan.....                                           | 3.75% |
| 498,750   | Surgery Centers Holdings, Inc., Initial Term Loan<br>(First Lien).....                            | 5.25% |
| 1,000,000 | Surgical Care Affiliates LLC, Initial Term Loan.....                                              | 4.25% |
| 857,143   | Tenet Healthcare Corp., Secured Bridge (f).....                                                   | 5.25% |
| 2,571,429 | Tenet Healthcare Corp., Unsecured Bridge Loan (f).....                                            | 6.75% |

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
PORTFOLIO OF INVESTMENTS (a) (CONTINUED)  
MAY 31, 2015

| PRINCIPAL<br>VALUE | DESCRIPTION | RATE (b) | MA |
|--------------------|-------------|----------|----|
|--------------------|-------------|----------|----|

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## SENIOR FLOATING-RATE LOAN INTERESTS (CONTINUED)

|              |                                                                                                      |  |       |
|--------------|------------------------------------------------------------------------------------------------------|--|-------|
|              | HEALTH CARE FACILITIES (CONTINUED)                                                                   |  |       |
| \$ 2,866,794 | United Surgical Partners International, Inc.,<br>New Tranche B Term Loan.....                        |  | 4.75% |
|              | HEALTH CARE SERVICES - 7.1%                                                                          |  |       |
| 3,000,000    | Air Medical Group Holdings, Inc., Initial Term Loan.....                                             |  | 4.50% |
| 2,906,748    | CareCore National LLC, Term Loan.....                                                                |  | 5.50% |
| 400,000      | CHG Healthcare Services, Inc., Term Loan (First Lien).....                                           |  | 4.25% |
| 3,250,000    | Curo Health Services Holdings, Inc., Term B Loan (First Lien)...                                     |  | 6.50% |
| 4,166,392    | Envision Healthcare Corp. (Emergency Medical Services Corp.),<br>Initial Term Loan.....              |  | 4.00% |
| 4,729,991    | Healogics, Inc. (CDRH Parent, Inc.), Initial Term Loan<br>(First Lien).....                          |  | 5.25% |
| 1,906,275    | Heartland Dental Care LLC, Incremental Term Loan.....                                                |  | 5.50% |
| 1,741,884    | National Veterinary Associates (NVA Holdings, Inc.),<br>Term Loan (First Lien).....                  |  | 4.75% |
| 5,740,733    | U.S. Renal Care, Inc., Tranche B-2 Term Loan (First Lien).....                                       |  | 4.25% |
|              | HEALTH CARE SUPPLIES - 1.1%                                                                          |  |       |
| 1,978,704    | BSN Medical Luxembourg Holding S.A.R.L.,<br>New Term Loan B1.....                                    |  | 4.00% |
| 2,252,561    | Sage Products Holdings III LLC, Term Loan B.....                                                     |  | 5.00% |
|              | HEALTH CARE TECHNOLOGY - 1.6%                                                                        |  |       |
| 1,191,000    | Connolly Holdings, Inc., Term Loan B.....                                                            |  | 4.50% |
| 748,750      | Healthport Technologies LLC (CT Technologies Intermediate<br>Holdings, Inc.), Initial Term Loan..... |  | 5.25% |
| 582,597      | MedAssets, Inc., Term B Loan.....                                                                    |  | 4.00% |
| 3,917,668    | Truven Health Analytics, Inc. (VCPH Holding Corp.),<br>Term Loan B.....                              |  | 4.50% |
|              | HOMEFURNISHING RETAIL - 0.6%                                                                         |  |       |
| 2,198,794    | Serta Simmons Holdings LLC, Term Loan B.....                                                         |  | 4.25% |
|              | HOTELS, RESORTS & CRUISE LINES - 1.3%                                                                |  |       |
| 2,181,084    | Extended Stay America (ESH Hospitality, Inc.), Term Loan.....                                        |  | 5.00% |
| 695,547      | La Quinta Intermediate Holdings LLC, Initial Term Loan.....                                          |  | 4.00% |
| 1,995,000    | Norwegian Cruise Lines (NCL Corp.), Term B Loan.....                                                 |  | 4.00% |
|              | HYPERMARKETS & SUPER CENTERS - 5.5%                                                                  |  |       |
| 11,476,000   | Albertsons LLC, Term B-4 Loan.....                                                                   |  | 5.50% |
| 2,500,000    | BJ's Wholesale Club, Inc., 2013 (November) Replacement<br>Loan (Second Lien).....                    |  | 8.50% |
| 7,499,188    | BJ's Wholesale Club, Inc., New 2013 (November)<br>Replacement Loan (First Lien).....                 |  | 4.50% |

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
 PORTFOLIO OF INVESTMENTS (a) (CONTINUED)  
 MAY 31, 2015

| PRINCIPAL<br>VALUE                              | DESCRIPTION                                                                     | RATE (b) | MA |
|-------------------------------------------------|---------------------------------------------------------------------------------|----------|----|
| -----                                           |                                                                                 |          |    |
| SENIOR FLOATING-RATE LOAN INTERESTS (CONTINUED) |                                                                                 |          |    |
|                                                 | INDEPENDENT POWER PRODUCERS & ENERGY TRADERS - 1.6%                             |          |    |
| \$ 1,365,000                                    | Calpine Corp., Term Loan.....                                                   | 4.00%    |    |
| 2,000,000                                       | Calpine Corp., Term Loan.....                                                   | 3.50%    |    |
| 2,542,373                                       | FREIF North American Power I LLC, Term Loan B.....                              | 4.75%    |    |
| 457,627                                         | FREIF North American Power I LLC, Term Loan C.....                              | 4.75%    |    |
|                                                 | INDUSTRIAL MACHINERY - 1.5%                                                     |          |    |
| 1,197,000                                       | Douglas Dynamics LLC, Term Loan B.....                                          | 5.25%    |    |
| 589,208                                         | Filtration Group Corp., Initial Term Loan (Second Lien).....                    | 8.25%    |    |
| 4,032,002                                       | Filtration Group Corp., Term Loan (First Lien).....                             | 4.25%    |    |
|                                                 | INSURANCE BROKERS - 4.8%                                                        |          |    |
| 3,299,807                                       | Amwins Group LLC, New Incremental Term Loan.....                                | 5.25%    |    |
| 3,350,651                                       | Confie Seguros Holding II Co., Term B Loan (First Lien).....                    | 5.75%    |    |
| 2,063,250                                       | Cooper Gay Swett & Crawford Ltd., Term Loan (First Lien).....                   | 5.00%    |    |
| 2,567,070                                       | HUB International Ltd., Initial Term Loan (New).....                            | 4.00%    |    |
| 400,000                                         | Hyperion Finance S.A.R.L., Initial Term Loan.....                               | 5.50%    |    |
| 2,658,097                                       | National Financial Partners Corp., 2014 Specified<br>Refinancing Term Loan..... | 4.50%    |    |
| 4,839,182                                       | USI, Inc. (Compass Investors, Inc.), Initial Term Loan.....                     | 4.25%    |    |
|                                                 | INTEGRATED TELECOMMUNICATION SERVICES - 2.9%                                    |          |    |
| 2,955,000                                       | Cincinnati Bell, Inc., Tranche B Term Loan.....                                 | 4.00%    |    |
| 1,950,296                                       | Hawaiian Telcom Communications, Inc., Term Loan.....                            | 5.00%    |    |
| 3,382,522                                       | Numericable U.S. LLC, Dollar Denominated Tranche B-1 Loan.....                  | 4.50%    |    |
| 2,926,342                                       | Numericable U.S. LLC, Dollar Denominated Tranche B-2 Loan.....                  | 4.50%    |    |
|                                                 | IT CONSULTING & OTHER SERVICES - 0.4%                                           |          |    |
| 1,522,590                                       | Sirius Computer Solutions, Inc. (SCS Holdings I, Inc.),<br>Term Loan B.....     | 6.25%    |    |
|                                                 | LEISURE FACILITIES - 0.5%                                                       |          |    |
| 1,980,000                                       | Planet Fitness Holdings LLC, Term Loan.....                                     | 4.75%    |    |



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|           |                                                                                        |       |
|-----------|----------------------------------------------------------------------------------------|-------|
|           | LIFE SCIENCES TOOLS & SERVICES - 5.5%                                                  |       |
| 2,387,576 | Immucor, Inc., Term B-2 Loan.....                                                      | 5.00% |
| 529,164   | InVentiv Health, Inc., Term B-3 Loan.....                                              | 7.75% |
| 7,626,842 | InVentiv Health, Inc., Term B-4 Loan.....                                              | 7.75% |
| 1,588,000 | Millennium Laboratories LLC, Tranche B Term Loan.....                                  | 5.25% |
| 5,624,167 | Ortho-Clinical Diagnostics, Inc., Initial Term Loan.....                               | 4.75% |
| 2,280,833 | Pharmaceutical Product Development, Inc., 2013 Term Loan.....                          | 4.00% |
| 2,200,000 | Sterigenics International (STHI Intermediate Holding Corp.),<br>Initial Term Loan..... | 4.25% |
|           | MANAGED HEALTH CARE - 0.3%                                                             |       |
| 1,295,455 | MultiPlan, Inc. (MPH Acquisition Holdings LLC),<br>Initial Term Loan.....              | 3.75% |

See Notes to Financial Statements

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
PORTFOLIO OF INVESTMENTS (a) (CONTINUED)  
MAY 31, 2015

| PRINCIPAL<br>VALUE                              | DESCRIPTION                                                                                             | RATE (b) | MA |
|-------------------------------------------------|---------------------------------------------------------------------------------------------------------|----------|----|
| -----                                           |                                                                                                         |          |    |
| SENIOR FLOATING-RATE LOAN INTERESTS (CONTINUED) |                                                                                                         |          |    |
|                                                 | METAL & GLASS CONTAINERS - 1.0%                                                                         |          |    |
| \$ 396,000                                      | Ardagh Holdings USA, Inc. (Ardagh Packaging Finance S.A.),<br>New Term Loan.....                        | 4.00%    |    |
| 2,143,077                                       | Berlin Packaging LLC, Initial Term Loan (First Lien).....                                               | 4.50%    |    |
| 597,000                                         | Mauser Holdings GmbH (CD&R Millennium Holdco 6 S.A.R.L.),<br>Initial Dollar Term Loan (First Lien)..... | 4.50%    |    |
| 710,526                                         | PODS, Inc., Initial Term Loan (First Lien).....                                                         | 5.25%    |    |
|                                                 | MOVIES & ENTERTAINMENT - 3.3%                                                                           |          |    |
| 1,197,000                                       | Creative Artists Agency LLC (CAA Holdings LLC),<br>Initial Term Loan.....                               | 5.50%    |    |
| 9,932,949                                       | Formula One (Delta 2 Lux S.A.R.L.), Facility B3 (USD).....                                              | 4.75%    |    |
| 1,978,484                                       | WME IMG Worldwide, Inc., Term Loan (First Lien).....                                                    | 5.25%    |    |
|                                                 | OIL & GAS EXPLORATION & PRODUCTION - 0.5%                                                               |          |    |
| 1,000,000                                       | American Energy Marcellus Holdings LLC, Initial Loan<br>(First Lien).....                               | 5.25%    |    |
| 1,888,889                                       | American Energy Marcellus Holdings LLC, Initial Loan<br>(Second Lien).....                              | 8.50%    |    |

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|           |                                                                                  |       |
|-----------|----------------------------------------------------------------------------------|-------|
|           | OIL & GAS STORAGE & TRANSPORTATION - 0.2%                                        |       |
| 1,000,000 | Fieldwood Energy LLC, Closing Date Loan (Second Lien).....                       | 8.38% |
|           | OTHER DIVERSIFIED FINANCIAL SERVICES - 1.9%                                      |       |
| 4,683,538 | First Data Corp., 2021 Extended Dollar Term Loan.....                            | 4.18% |
| 2,780,000 | iPayment, Inc., Term Loan.....                                                   | 6.75% |
|           | PACKAGED FOODS & MEATS - 5.4%                                                    |       |
| 3,915,015 | Blue Buffalo Co. Ltd., Term B-3 Loan.....                                        | 3.75% |
| 2,939,445 | Boulder Brands, Inc. (GFA Brands, Inc.),<br>Term Loan B (July 2014).....         | 4.50% |
| 1,635,766 | Del Monte Foods, Inc., Initial Loan (First Lien).....                            | 4.25% |
| 4,053,723 | Ferrara Candy Co. (Candy Intermediate Holdings, Inc.),<br>Initial Term Loan..... | 7.50% |
| 1,860,938 | Hearthside Food Solutions LLC, Term Loan.....                                    | 4.50% |
| 1,729,524 | JBS USA LLC, Term Loan B.....                                                    | 3.75% |
| 5,205,662 | New HB Acquisition LLC, Term B Loan.....                                         | 6.75% |
|           | PAPER PACKAGING - 1.1%                                                           |       |
| 598,069   | Exopack Holding Corp., Term Loan B.....                                          | 4.50% |
| 3,898,686 | Reynolds Group Holdings, Inc., Incremental U.S. Term Loan.....                   | 4.50% |

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See Notes to Financial Statements

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
PORTFOLIO OF INVESTMENTS (a) (CONTINUED)  
MAY 31, 2015

| PRINCIPAL<br>VALUE                              | DESCRIPTION                                                                 | RATE (b)    | MA |
|-------------------------------------------------|-----------------------------------------------------------------------------|-------------|----|
| -----                                           |                                                                             |             |    |
| SENIOR FLOATING-RATE LOAN INTERESTS (CONTINUED) |                                                                             |             |    |
|                                                 | PHARMACEUTICALS - 5.7%                                                      |             |    |
| \$ 2,103,068                                    | Akorn, Inc., Loan.....                                                      | 4.50%       |    |
| 1,000,000                                       | Amneal Pharmaceuticals LLC, Second Incremental Term Loan.....               | 4.50%-5.75% |    |
| 1,984,085                                       | Amneal Pharmaceuticals LLC, Term Loan B.....                                | 5.00%       |    |
| 2,315,834                                       | Catalent Pharma Solutions, Inc., Dollar Term Loan.....                      | 4.25%       |    |
| 1,000,000                                       | Concordia Healthcare Corp., Initial Term Loan.....                          | 4.75%       |    |
| 1,040,000                                       | Horizon Pharma, Inc., Term Loan B.....                                      | 4.50%       |    |
| 5,198,853                                       | Par Pharmaceutical Cos., Inc., Term B-2 Loan.....                           | 4.00%       |    |
| 1,995,000                                       | Par Pharmaceutical Cos., Inc., Term B-3 Loan.....                           | 4.25%       |    |
| 1,389,500                                       | Patheon, Inc (JLL/Delta Dutch Newco B.V.), Initial Dollar<br>Term Loan..... | 4.25%       |    |
| 511,676                                         | Valeant Pharmaceuticals International, Inc., Series C-2                     |             |    |

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|           |                                                                               |        |
|-----------|-------------------------------------------------------------------------------|--------|
|           | Tranche B Term Loan.....                                                      | 3.50%  |
| 2,950,000 | Valeant Pharmaceuticals International, Inc., Series F-1                       |        |
|           | Tranche B Term Loan.....                                                      | 4.00%  |
| 1,040,921 | Valeant Pharmaceuticals International, Inc., Term Loan BD.....                | 3.50%  |
| 194,886   | Cunningham Lindsey U.S., Inc., Initial Loan (Second Lien).....                | 9.25%  |
| 2,839,135 | Cunningham Lindsey U.S., Inc., Initial Term Loan (First Lien)...              | 5.00%  |
| 1,200,000 | Sedgwick Claims Management Services, Inc., Initial Loan<br>(Second Lien)..... | 6.75%  |
|           | PUBLISHING - 1.0%                                                             |        |
| 2,079,000 | Cengage Learning Acquisitions, Inc., Term Loan.....                           | 7.00%  |
| 1,980,000 | Mergermarket USA, Inc., 2014 Incremental Term Loan.....                       | 4.50%  |
|           | REAL ESTATE OPERATING COMPANIES - 1.4%                                        |        |
| 5,563,303 | ClubCorp Club Operations, Inc., Term Loan B.....                              | 4.25%  |
|           | REAL ESTATE SERVICES - 0.1%                                                   |        |
| 490,047   | Realogy Corp., Initial Term B Loan 2014.....                                  | 3.75%  |
|           | RESEARCH & CONSULTING SERVICES - 3.2%                                         |        |
| 3,104,400 | Acosta, Inc., Term Loan B.....                                                | 4.25%  |
| 3,888,750 | Advantage Sales & Marketing, Inc., Initial Term Loan<br>(First Lien).....     | 4.25%  |
| 1,806,069 | Information Resources, Inc., Term Loan.....                                   | 4.75%  |
| 3,638,250 | TransUnion LLC, 2014 Replacement Term Loan.....                               | 4.00%  |
|           | RESTAURANTS - 5.4%                                                            |        |
| 4,043,644 | Burger King Corp., Term Loan B.....                                           | 3.75%  |
| 4,064,433 | Focus Brands, Inc., Refinancing Term Loan (First Lien).....                   | 4.25%  |
| 1,450,000 | Focus Brands, Inc., Term Loan (Second Lien).....                              | 10.25% |
| 3,250,000 | Portillo's Holdings LLC, Second Lien Term Loan.....                           | 8.00%  |
| 7,065,088 | Portillo's Holdings LLC, Term B Loan (First Lien).....                        | 4.75%  |
| 1,279,286 | Red Lobster Management LLC, Initial Term Loan<br>(First Lien).....            | 6.25%  |

See Notes to Financial Statements

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
 PORTFOLIO OF INVESTMENTS (a) (CONTINUED)  
 MAY 31, 2015

PRINCIPAL

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| VALUE                                           | DESCRIPTION                                                                             | RATE (b) | MA |
|-------------------------------------------------|-----------------------------------------------------------------------------------------|----------|----|
| -----                                           |                                                                                         |          |    |
| SENIOR FLOATING-RATE LOAN INTERESTS (CONTINUED) |                                                                                         |          |    |
|                                                 | RETAIL REITS - 0.9%                                                                     |          |    |
| \$ 1,050,000                                    | Capital Automotive LLC, Term Loan (Second Lien).....                                    | 6.00%    |    |
| 2,512,889                                       | Capital Automotive LLC, Tranche B-1 Term Loan Facility.....                             | 4.00%    |    |
|                                                 | SECURITY & ALARM SERVICES - 0.2%                                                        |          |    |
| 180,583                                         | Garda World Security Corp., Term B Delayed Draw Loan.....                               | 4.00%    |    |
| 705,917                                         | Garda World Security Corp., Term Loan B.....                                            | 4.00%    |    |
|                                                 | SEMICONDUCTORS - 2.4%                                                                   |          |    |
| 2,590,550                                       | Avago Technologies Cayman Ltd., Term Loan.....                                          | 3.75%    |    |
| 5,292,506                                       | Freescale Semiconductor, Inc., Tranche B-4 Term Loan.....                               | 4.25%    |    |
| 1,477,500                                       | Freescale Semiconductor, Inc., Tranche B-5 Term Loan.....                               | 5.00%    |    |
|                                                 | SPECIALIZED CONSUMER SERVICES - 2.7%                                                    |          |    |
| 8,874,080                                       | Asurion LLC, Incremental Tranche B-1 Term Loan.....                                     | 5.00%    |    |
| 1,058,824                                       | Asurion LLC, Term Loan (Second Lien).....                                               | 8.50%    |    |
| 660,321                                         | Expert Global Solutions, Inc. (NCO Group, Inc.),<br>Term B Advance (First Lien).....    | 8.50%    |    |
|                                                 | SPECIALIZED FINANCE - 1.1%                                                              |          |    |
| 2,513,605                                       | AlixPartners LLP, 2014 January Replacement<br>Term B-2 Loan (First Lien).....           | 4.00%    |    |
| 1,868,001                                       | Duff & Phelps Corp., Initial Term Loan.....                                             | 4.50%    |    |
|                                                 | SPECIALIZED REITS - 0.4%                                                                |          |    |
| 1,750,000                                       | Communication Sales & Leasing, Inc., Term Loan.....                                     | 5.00%    |    |
|                                                 | SPECIALTY CHEMICALS - 3.1%                                                              |          |    |
| 674,616                                         | A.I. Chem (Allnex (Luxembourg) & Cy S.C.A.),<br>Tranche B-1 Term Loan.....              | 4.50%    |    |
| 350,026                                         | A.I. Chem (Allnex (Luxembourg) & Cy S.C.A.),<br>Tranche B-2 Term Loan.....              | 4.50%    |    |
| 517,241                                         | ANGUS Chemicals Co. (Aruba Investments, Inc.),<br>Initial USD Term Loan.....            | 5.25%    |    |
| 1,216,033                                       | Axalta Coating Systems U.S. Holdings, Inc., Refinanced<br>Term B Loan.....              | 3.75%    |    |
| 1,800,000                                       | Chemours Co., Term Loan B.....                                                          | 3.75%    |    |
| 995,000                                         | Emerald Performance Materials LLC, Initial Term Loan<br>(First Lien).....               | 4.50%    |    |
| 1,818,558                                       | NuSil Technology LLC, Term Loan.....                                                    | 5.25%    |    |
| 989,637                                         | Omnova Solutions, Inc., Term B-1 Loan.....                                              | 4.25%    |    |
| 591,111                                         | Platform Specialty Products Corp. (fka: Macdermid, Inc.),<br>Tranche B-2 Term Loan..... | 4.75%    |    |
| 1,532,119                                       | Polymer Group, Inc., Initial Loan.....                                                  | 5.25%    |    |
| 1,000,000                                       | SIG Combibloc Group, Term Loan B.....                                                   | 4.25%    |    |
| 533,333                                         | Trinseo Materials Operating S.C.A., Term Loan B.....                                    | 4.25%    |    |

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See Notes to Financial Statements

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
 PORTFOLIO OF INVESTMENTS (a) (CONTINUED)  
 MAY 31, 2015

| PRINCIPAL<br>VALUE                              | DESCRIPTION                                                 | RATE (b)    | MA |
|-------------------------------------------------|-------------------------------------------------------------|-------------|----|
| -----                                           |                                                             |             |    |
| SENIOR FLOATING-RATE LOAN INTERESTS (CONTINUED) |                                                             |             |    |
|                                                 | SPECIALTY STORES - 4.1%                                     |             |    |
| \$ 4,650,000                                    | Dollar Tree, Inc., Initial Term B Loan.....                 | 4.25%       |    |
| 6,738,462                                       | PetSmart, Inc., Tranche B-1 Loan.....                       | 4.25%       |    |
| 1,116,071                                       | Toys "R" Us-Delaware, Inc., Canadian FILO TL.....           | 8.25%       |    |
| 1,383,929                                       | Toys "R" Us-Delaware, Inc., FILO Term Loan.....             | 8.25%       |    |
| 139,347                                         | Toys "R" Us-Delaware, Inc., Term B-2 Loan.....              | 5.25%       |    |
| 2,037,418                                       | Toys "R" Us-Delaware, Inc., Term B4 Loan.....               | 9.75%       |    |
|                                                 | SYSTEMS SOFTWARE - 5.1%                                     |             |    |
| 557,212                                         | Applied Systems, Inc., Initial Term Loan (First Lien).....  | 4.25%-5.50% |    |
| 539,155                                         | Applied Systems, Inc., Initial Term Loan (Second Lien)..... | 7.50%       |    |
| 500,000                                         | Blue Coat Systems, Inc., First Lien Term Loan.....          | 4.50%       |    |
| 12,522,111                                      | BMC Software Finance, Inc., Initial US Term Loan.....       | 5.00%       |    |
| 1,975,000                                       | Compuware Corp., Term Loan B.....                           | 6.25%       |    |
| 4,017,786                                       | Vertafore, Inc., 2013 Refinancing Term Loan.....            | 4.25%       |    |
|                                                 | TIRES & RUBBER - 0.5%                                       |             |    |
| 1,785,714                                       | Goodyear Tire & Rubber Co., Loan (Second Lien).....         | 4.75%       |    |
|                                                 | TRUCKING - 1.6%                                             |             |    |
| 2,234,286                                       | Hertz Corp., Tranche B-1 Term Loan.....                     | 4.00%       |    |
| 2,646,000                                       | SIRVA Worldwide, Inc., Loan.....                            | 7.50%       |    |
| 1,307,122                                       | Swift Transportation Co. LLC, Tranche B Loan.....           | 3.75%       |    |
|                                                 | TOTAL SENIOR FLOATING-RATE LOAN INTERESTS.....              |             |    |
|                                                 | (Cost \$527,103,445)                                        |             |    |

| PRINCIPAL<br>VALUE               | DESCRIPTION | STATED<br>COUPON | MA |
|----------------------------------|-------------|------------------|----|
| -----                            |             |                  |    |
| CORPORATE BONDS AND NOTES - 5.1% |             |                  |    |

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|           |                                                                                            |        |
|-----------|--------------------------------------------------------------------------------------------|--------|
|           | AUTO PARTS & EQUIPMENT - 0.2%                                                              |        |
| 250,000   | American Axle & Manufacturing, Inc.....                                                    | 6.25%  |
| 500,000   | MPG Holdco I, Inc. (g).....                                                                | 7.38%  |
|           | CABLE & SATELLITE - 0.5%                                                                   |        |
| 2,000,000 | CCO Holdings LLC/CCO Holdings Capital Corp.....                                            | 5.75%  |
|           | CASINOS & GAMING - 1.0%                                                                    |        |
| 4,900,000 | Caesars Growth Properties Holdings LLC/Caesars Growth<br>Properties Finance, Inc. (g)..... | 9.38%  |
|           | HEALTH CARE EQUIPMENT - 0.5%                                                               |        |
| 1,800,000 | Kinetic Concepts, Inc./KCI USA, Inc.....                                                   | 12.50% |
|           | HEALTH CARE FACILITIES - 1.1%                                                              |        |
| 350,000   | CHS/Community Health Systems, Inc.....                                                     | 6.88%  |
| 1,000,000 | Select Medical Corp.....                                                                   | 6.38%  |
| 800,000   | Tenet Healthcare Corp.....                                                                 | 6.00%  |
| 2,250,000 | Vantage Oncology LLC/Vantage Oncology Finance Co. (g).....                                 | 9.50%  |

See Notes to Financial Statements

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
PORTFOLIO OF INVESTMENTS (a) (CONTINUED)  
MAY 31, 2015

| PRINCIPAL<br>VALUE                    | DESCRIPTION                                                            | STATED<br>COUPON |
|---------------------------------------|------------------------------------------------------------------------|------------------|
| CORPORATE BONDS AND NOTES (CONTINUED) |                                                                        |                  |
|                                       | LIFE SCIENCES TOOLS & SERVICES - 1.0%                                  |                  |
| \$ 2,500,000                          | Crimson Merger Sub, Inc. (g).....                                      | 6.63%            |
| 461,100                               | inVentiv Health, Inc. (g) (h).....                                     | 10.00%           |
| 500,000                               | inVentiv Health, Inc. (g).....                                         | 11.00%           |
| 750,000                               | inVentiv Health, Inc. (g).....                                         | 11.00%           |
|                                       | OIL & GAS EXPLORATION & PRODUCTION - 0.1%                              |                  |
| 500,000                               | American Energy-Permian Basin LLC / AEPB<br>Finance Corp. (g) (i)..... | 6.78%            |
|                                       | PHARMACEUTICALS - 0.2%                                                 |                  |
| 620,000                               | Valeant Pharmaceuticals International, Inc. (Canada) (g).....          | 5.38%            |
|                                       | SECURITY & ALARM SERVICES - 0.3%                                       |                  |
| 1,000,000                             | Garda World Security Corp. (Canada) (g).....                           | 7.25%            |

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|         |                                      |       |
|---------|--------------------------------------|-------|
|         | SPECIALTY CHEMICALS - 0.2%           |       |
| 850,000 | Hexion, Inc.....                     | 6.63% |
|         | TOTAL CORPORATE BONDS AND NOTES..... |       |
|         | (Cost \$21,114,141)                  |       |

| SHARES | DESCRIPTION                                  |
|--------|----------------------------------------------|
| -----  |                                              |
|        | WARRANTS - 0.0%                              |
|        | BROADCASTING - 0.0%                          |
| 1,449  | Cumulus Media, Inc. (f) (j) (k).....         |
|        | TOTAL WARRANTS.....                          |
|        | (Cost \$0)                                   |
|        | COMMON STOCKS - 0.0%                         |
|        | DIVERSIFIED CHEMICALS - 0.0%                 |
| 20     | LyondellBasell Industries N.V., Class A..... |
|        | TOTAL COMMON STOCKS.....                     |
|        | (Cost \$0)                                   |
|        | TOTAL INVESTMENTS - 138.0%.....              |
|        | (Cost \$548,217,586) (1)                     |
|        | OUTSTANDING LOAN - (40.5%).....              |
|        | NET OTHER ASSETS AND LIABILITIES - 2.5%..... |
|        | NET ASSETS - 100.0%.....                     |

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See Notes to Financial Statements

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
 PORTFOLIO OF INVESTMENTS (a) (CONTINUED)  
 MAY 31, 2015

-----

- (a) All or a portion of the securities are available to serve as collateral on the outstanding loan.
- (b) Senior Floating-Rate Loan Interests ("Senior Loans") in which the Fund invests pay interest at rates which are periodically predetermined by reference to a base lending rate plus a premium. These base lending rates are generally (i) the lending rate offered by one or more major European banks, such as the London Interbank Offered Rate ("LIBOR"), (ii) the prime rate offered by one or more United States banks or (iii) the certificate of deposit rate. Certain Senior Loans are subject to a LIBOR floor that

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establishes a minimum LIBOR rate. The interest rate shown reflects the rate in effect at May 31, 2015. When a range of rates is disclosed the Fund holds more than one contract within the same tranche at varying rates.

- (c) Senior Loans generally are subject to mandatory and/or optional prepayment. As a result, the actual remaining maturity of Senior Loans may be substantially less than the stated maturities shown.
- (d) This issuer has filed for protection in federal bankruptcy court.
- (e) This issuer is in default but interest is still being accrued by the Fund and paid by the issuer.
- (f) This security is fair valued by the Pricing Committee of First Trust Advisors L.P. (the "Advisor") in accordance with procedures adopted by the Fund's Board of Trustees, and in accordance with the provisions of the Investment Company Act of 1940, as amended. At May 31, 2015, securities noted as such are valued at \$3,414,225 or 0.87% of net assets.
- (g) This security, sold within the terms of a private placement memorandum, is exempt from registration upon resale under Rule 144A under the Securities Act of 1933, as amended, and may be resold in transactions exempt from registration, normally to qualified institutional buyers. Pursuant to procedures adopted by the Fund's Board of Trustees, this security has been determined to be liquid by the Advisor. Although market instability can result in periods of increased overall market illiquidity, liquidity for each security is determined based on security-specific factors and assumptions, which require subjective judgment. At May 31, 2015, securities noted as such amounted to \$12,675,722 or 3.23% of net assets.
- (h) These notes are Payment-in-Kind ("PIK") Toggle Notes ("Notes") whereby the issuer may, at its option, elect to pay interest on the Notes (1) entirely in cash or (2) entirely in PIK interest. Interest paid in cash will accrue at the rate of 10% per annum ("Cash Interest Rate") and PIK interest will accrue on the Notes at a rate per annum equal to the Cash Interest Rate plus 2%. For the year ended May 31, 2015, the Fund received \$26,100 in PIK interest.
- (i) Floating rate security. The interest rate shown reflects the rate in effect at May 31, 2015.
- (j) This security is restricted and cannot be offered for public sale without first being registered under the Securities Act of 1933, as amended. Prior to registration, restricted securities may only be resold in transactions exempt from registration (See Note 2D - Restricted Securities in the Notes to Financial Statements).
- (k) Non-income producing security.
- (l) Aggregate cost for federal income tax purposes is \$548,680,487. As of May 31, 2015, the aggregate gross unrealized appreciation for all securities in which there was an excess of value over tax cost was \$2,308,588 and the aggregate gross unrealized depreciation for all securities in which there was an excess of tax cost over value was \$8,950,168.



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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
 PORTFOLIO OF INVESTMENTS (a) (CONTINUED)  
 MAY 31, 2015

-----  
 VALUATION INPUTS

A summary of the inputs used to value the Fund's investments as of May 31, 2015 is as follows (see Note 2A - Portfolio Valuation in the Notes to Financial Statements):

| INVESTMENTS                                | TOTAL<br>VALUE AT<br>5/31/2015 | LEVEL 1<br>QUOTED<br>PRICES | LEVEL 2<br>SIGNIFICANT<br>UNOBSERVABLE<br>INPUTS |
|--------------------------------------------|--------------------------------|-----------------------------|--------------------------------------------------|
| Senior Floating--Rate Loan Interests:      |                                |                             |                                                  |
| Health Care Facilities                     | \$ 21,450,891                  | \$ --                       | \$ 18,038,300                                    |
| Other Industry Categories*                 | 500,559,044                    | --                          | 500,559,000                                      |
| Total Senior Floating--Rate Loan Interests | 522,009,935                    | --                          | 518,597,400                                      |
| Corporate Bonds and Notes*                 | 20,025,225                     | --                          | 20,025,200                                       |
| Warrants*                                  | 1,725                          | --                          | 1,700                                            |
| Common Stocks*                             | 2,022                          | 2,022                       |                                                  |
| TOTAL INVESTMENTS                          | \$ 542,038,907                 | \$ 2,022                    | \$538,624,300                                    |

All transfers in and out of the levels during the period are assumed to be transferred on the last day of the period at their current value. There were no transfers between levels at May 31, 2015.

Level 3 Senior Floating-Rate Loan Interests are valued by the Advisor's Pricing Committee. Level 3 securities are valued using a recent transaction price. The values are based on unobservable and non-quantitative inputs. The Fund's Board of Trustees has adopted valuation procedures that are utilized by the Pricing Committee to oversee the day-to-day valuation of the Fund's investments. The Advisor's Pricing Committee, through the Fund's accounting agent, monitors daily pricing via tolerance checks and stale and unchanged price reviews. The Advisor's Pricing Committee also reviews monthly back testing of pricing service prices by comparing sales prices of Fund investments to prior day pricing service prices. Additionally, the Advisor's Pricing Committee reviews periodic information from the Fund's third-party pricing service that compares secondary market trade prices to their daily valuations.

The following table presents the Fund's investments measured at fair value on a recurring basis using significant unobservable inputs (Level 3) for the period presented:

|                                     |              |
|-------------------------------------|--------------|
| BEGINNING BALANCE AT MAY 31, 2014   |              |
| Senior Floating-Rate Loan Interests | \$ 4,067,775 |
| Common Stocks                       | -- +         |
| Net Realized Gain (Loss)            |              |

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|                                                    |              |
|----------------------------------------------------|--------------|
| Senior Floating-Rate Loan Interests                | (19,281)     |
| Common Stocks                                      | -- **        |
| Net Change in Unrealized Appreciation/Depreciation |              |
| Senior Floating-Rate Loan Interests                | (56,136)     |
| Common Stocks                                      | -- **        |
| Purchases                                          |              |
| Senior Floating-Rate Loan Interests                | 3,412,500    |
| Common Stocks                                      | --           |
| Sales                                              |              |
| Senior Floating-Rate Loan Interests                | (3,992,358)  |
| Common Stocks                                      | -- **        |
| Transfers In                                       |              |
| Senior Floating-Rate Loan Interests                | --           |
| Common Stocks                                      | --           |
| Transfers Out                                      |              |
| Senior Floating-Rate Loan Interests                | --           |
| Common Stocks                                      | --           |
|                                                    | -----        |
| ENDING BALANCE AT MAY 31, 2015                     |              |
| Senior Floating-Rate Loan Interests                | 3,412,500    |
| Common Stocks                                      | --           |
|                                                    | -----        |
| Total Level 3 holdings                             | \$ 3,412,500 |
|                                                    | =====        |

There was no net change in unrealized appreciation (depreciation) from Level 3 investments held as of May 31, 2015.

\* See the Portfolio of Investments for the industry breakout. Industry categories are only shown separately if they include holdings in two or more levels or have holdings in only Level 3.

\*\* Value is less than \$1.

+ Investment is valued at \$0.

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See Notes to Financial Statements

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
STATEMENT OF ASSETS AND LIABILITIES  
MAY 31, 2015

ASSETS:

|                                 |  |
|---------------------------------|--|
| Investments, at value           |  |
| (Cost \$548,217,586).....       |  |
| Cash.....                       |  |
| Receivables:                    |  |
| Investment securities sold..... |  |
| Interest.....                   |  |
| Dividends.....                  |  |
| Prepaid expenses.....           |  |
| Total Assets.....               |  |

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LIABILITIES:

|                                      |  |
|--------------------------------------|--|
| Outstanding loan.....                |  |
| Payables:                            |  |
| Investment securities purchased..... |  |
| Investment advisory fees.....        |  |
| Interest and fees on loan.....       |  |
| Administrative fees.....             |  |
| Audit and tax fees.....              |  |
| Printing fees.....                   |  |
| Custodian fees.....                  |  |
| Legal fees.....                      |  |
| Trustees' fees and expenses.....     |  |
| Transfer agent fees.....             |  |
| Financial reporting fees.....        |  |
| Other liabilities.....               |  |
| Total Liabilities.....               |  |

NET ASSETS.....

NET ASSETS CONSIST OF:

|                                                                |  |
|----------------------------------------------------------------|--|
| Paid-in capital.....                                           |  |
| Par value.....                                                 |  |
| Accumulated net investment income (loss).....                  |  |
| Accumulated net realized gain (loss) on investments.....       |  |
| Net unrealized appreciation (depreciation) on investments..... |  |

NET ASSETS.....

NET ASSET VALUE, per Common Share (par value \$0.01 per Common Share).....

Number of Common Shares outstanding (unlimited number of Common Shares has been authorized)....

See Notes to Financial Statements

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
STATEMENT OF OPERATIONS  
FOR THE YEAR ENDED MAY 31, 2015

INVESTMENT INCOME:

|                              |  |
|------------------------------|--|
| Interest.....                |  |
| Dividends.....               |  |
| Other.....                   |  |
| Total investment income..... |  |

EXPENSES:

|                                |  |
|--------------------------------|--|
| Investment advisory fees.....  |  |
| Interest and fees on loan..... |  |
| Administrative fees.....       |  |
| Printing fees.....             |  |
| Audit and tax fees.....        |  |

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|                                                                          |  |
|--------------------------------------------------------------------------|--|
| Custodian fees.....                                                      |  |
| Legal fees.....                                                          |  |
| Transfer agent fees.....                                                 |  |
| Trustees' fees and expenses.....                                         |  |
| Financial reporting fees.....                                            |  |
| At the market offering costs (a).....                                    |  |
| Other.....                                                               |  |
| <br>Total expenses.....                                                  |  |
| <br>NET INVESTMENT INCOME (LOSS).....                                    |  |
| <br>NET REALIZED AND UNREALIZED GAIN (LOSS):                             |  |
| Net realized gain (loss) on investments.....                             |  |
| Net change in unrealized appreciation (depreciation) on investments..... |  |
| <br>NET REALIZED AND UNREALIZED GAIN (LOSS).....                         |  |
| <br>NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS..... |  |

(a) See Note 6 in the Notes to Financial Statements.

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See Notes to Financial Statements

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
STATEMENTS OF CHANGES IN NET ASSETS

|                                                                                | FOR THE<br>YEAR<br>ENDING<br>5/31/2012<br>----- |
|--------------------------------------------------------------------------------|-------------------------------------------------|
| OPERATIONS:                                                                    |                                                 |
| Net investment income (loss).....                                              | \$ 23,3                                         |
| Net realized gain (loss).....                                                  | (8                                              |
| Net change in unrealized appreciation (depreciation).....                      | (6,4                                            |
|                                                                                | -----                                           |
| Net increase (decrease) in net assets resulting from operations.....           | 16,0                                            |
|                                                                                | -----                                           |
| DISTRIBUTIONS TO SHAREHOLDERS FROM:                                            |                                                 |
| Net investment income.....                                                     | (22,4                                           |
|                                                                                | -----                                           |
| Total distributions to shareholders.....                                       | (22,4                                           |
|                                                                                | -----                                           |
| CAPITAL TRANSACTIONS:                                                          |                                                 |
| Proceeds from Common Shares sold through at the market offerings.....          |                                                 |
| Proceeds from Common Shares reinvested.....                                    |                                                 |
|                                                                                | -----                                           |
| Net increase (decrease) in net assets resulting from capital transactions..... |                                                 |
|                                                                                | -----                                           |
| Total increase (decrease) in net assets.....                                   | (6,3                                            |

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NET ASSETS:

|                                                                                |          |
|--------------------------------------------------------------------------------|----------|
| Beginning of period.....                                                       | 399,0    |
| End of period.....                                                             | \$ 392,6 |
| Accumulated net investment income (loss) at end of period.....                 | \$ 8     |
| CAPITAL TRANSACTIONS WERE AS FOLLOWS:                                          |          |
| Common Shares at beginning of period.....                                      | 26,6     |
| Common Shares sold through at the market offerings.....                        |          |
| Common Shares issued as reinvestment under the Dividend Reinvestment Plan..... |          |
| Common Shares at end of period.....                                            | 26,6     |

See Notes to Financial Statements

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED MAY 31, 2015

CASH FLOWS FROM OPERATING ACTIVITIES:

|                                                                                                                                        |         |
|----------------------------------------------------------------------------------------------------------------------------------------|---------|
| Net increase (decrease) in net assets resulting from operations.....                                                                   | \$ 16,0 |
| Adjustments to reconcile net increase (decrease) in net assets resulting from operations to net cash provided by operating activities: |         |
| Purchases of investments.....                                                                                                          | (376,4  |
| Sales, maturities and paydowns of investments.....                                                                                     | 398,5   |
| Net amortization/accretion of premiums/discounts on investments.....                                                                   | (7      |
| Net realized gain/loss on investments.....                                                                                             | 8       |
| Net change in unrealized appreciation/depreciation on investments.....                                                                 | 6,4     |
| CHANGES IN ASSETS AND LIABILITIES:                                                                                                     |         |
| Increase in interest receivable.....                                                                                                   | (5      |
| Increase in dividends receivable.....                                                                                                  |         |
| Decrease in prepaid expenses.....                                                                                                      |         |
| Decrease in interest and fees on loan payable.....                                                                                     | (       |
| Decrease in investment advisory fees payable.....                                                                                      | (       |
| Decrease in offering cost payable.....                                                                                                 |         |
| Increase in audit and tax fees payable.....                                                                                            |         |
| Decrease in legal fees payable.....                                                                                                    |         |
| Increase in printing fees payable.....                                                                                                 |         |
| Increase in administrative fees payable.....                                                                                           |         |
| Increase in custodian fees payable.....                                                                                                |         |
| Decrease in transfer agent fees payable.....                                                                                           |         |
| Decrease in Trustees' fees and expenses payable.....                                                                                   |         |
| Increase in other liabilities payable.....                                                                                             |         |
| CASH PROVIDED BY OPERATING ACTIVITIES.....                                                                                             |         |
| CASH FLOWS FROM FINANCING ACTIVITIES:                                                                                                  |         |
| Distributions to Common Shareholders.....                                                                                              | (22,4   |
| Proceeds from borrowing.....                                                                                                           | 55,0    |
| Repayment of borrowing.....                                                                                                            | (70,0   |

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CASH USED IN FINANCING ACTIVITIES.....  
 Increase in cash.....  
 Cash at beginning of period.....  
 CASH AT END OF PERIOD.....  
 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:  
 Cash paid during the period for interest and fees.....

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See Notes to Financial Statements

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
 FINANCIAL HIGHLIGHTS  
 FOR A COMMON SHARE OUTSTANDING THROUGHOUT EACH PERIOD

|                                                              | YEAR<br>ENDED<br>5/31/2015<br>----- | YEAR<br>ENDED<br>5/31/2014<br>----- | YEAR<br>ENDED<br>5/31/2013<br>----- |
|--------------------------------------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|
| Net asset value, beginning of period.....                    | \$ 14.95                            | \$ 15.14                            | \$ 14.49                            |
| INCOME FROM INVESTMENT OPERATIONS:                           |                                     |                                     |                                     |
| Net investment income (loss).....                            | 0.87                                | 0.84                                | 1.01                                |
| Net realized and unrealized gain (loss).....                 | (0.27)                              | (0.08)                              | 0.64                                |
| Total from investment operations.....                        | 0.60                                | 0.76                                | 1.65                                |
| DISTRIBUTIONS PAID TO SHAREHOLDERS FROM:                     |                                     |                                     |                                     |
| Net investment income.....                                   | (0.84)                              | (0.95)                              | (1.03)                              |
| Total distributions to Common Shareholders.....              | (0.84)                              | (0.95)                              | (1.03)                              |
| Premium from shares sold in at Common Share<br>offering..... | --                                  | 0.00 (b)                            | 0.03                                |
| Net asset value, end of period.....                          | \$ 14.71                            | \$ 14.95                            | \$ 15.14                            |
| Market value, end of period.....                             | \$ 13.77                            | \$ 14.00                            | \$ 15.37                            |
| TOTAL RETURN BASED ON NET ASSET VALUE (c).....               | 4.68%                               | 5.35%                               | 11.92%                              |
| TOTAL RETURN BASED ON MARKET VALUE (c).....                  | 4.64%                               | (2.82)%                             | 14.80%                              |

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 RATIOS TO AVERAGE NET ASSETS AVAILABLE TO COMMON SHAREHOLDERS:

|                                                         |       |       |       |
|---------------------------------------------------------|-------|-------|-------|
| Ratio of total expenses to average net assets.....      | 1.69% | 1.80% | 1.85% |
| Ratio of total expenses to average net assets excluding |       |       |       |

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|                                                                                             |            |            |            |
|---------------------------------------------------------------------------------------------|------------|------------|------------|
| interest expense.....                                                                       | 1.28%      | 1.36%      | 1.38%      |
| Ratio of net investment income (loss) to average net assets.....                            | 5.96%      | 5.60%      | 6.77%      |
| Portfolio turnover rate.....                                                                | 63%        | 90%        | 125%       |
| Net assets, end of period (in 000's).....                                                   | \$ 392,699 | \$ 399,021 | \$ 400,825 |
| Ratio of total expenses to total average Managed Assets (d).....                            | 1.18%      | 1.25%      | 1.30%      |
| Ratio of total expenses to total average Managed Assets excluding interest expense (d)..... | 0.89%      | 0.96%      | 0.97%      |
| <b>INDEBTEDNESS:</b>                                                                        |            |            |            |
| Total loan outstanding (in 000's).....                                                      | \$ 159,000 | \$ 174,000 | \$ 174,000 |
| Asset coverage per \$1,000 of indebtedness (e).....                                         | \$ 3,470   | \$ 3,293   | \$ 3,304   |

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- (a) From inception to October 12, 2010, Four Corners Capital Management, LLC served as the Fund's Sub-Advisor. Effective October 12, 2010, the Leveraged Finance Team of First Trust Advisors L.P. assumed the day-to-day responsibility for management of the Fund's portfolio.
- (b) Amount is less than \$0.01.
- (c) Total return is based on the combination of reinvested dividend, capital gain and return of capital distributions, if any, at prices obtained by the Dividend Reinvestment Plan, and changes in net asset value per share for net asset value returns and changes in Common Share Price for market value returns. Total returns do not reflect sales load and are not annualized for periods less than one year. Past performance is not indicative of future results.
- (d) Managed Assets are calculated by taking the Fund's total asset value, including assets attributable to the principal amount of borrowings, minus the sum of the Fund's liabilities, other than the principal amount of borrowings.
- (e) Calculated by taking the Fund's total assets less the Fund's total liabilities, not including the loan outstanding, and dividing by the outstanding loan balance in 000's.

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See Notes to Financial Statements

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### NOTES TO FINANCIAL STATEMENTS

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
MAY 31, 2015

#### 1. ORGANIZATION

First Trust Senior Floating Rate Income Fund II (the "Fund") is a diversified, closed-end management investment company organized as a Massachusetts business trust on March 25, 2004, and is registered with the Securities and Exchange Commission ("SEC") under the Investment Company Act of 1940, as amended (the "1940 Act"). The Fund trades under the ticker symbol FCT on the New York Stock

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Exchange ("NYSE").

The Fund's primary investment objective is to seek a high level of current income. As a secondary objective, the Fund attempts to preserve capital. The Fund pursues these objectives by investing in a portfolio of senior floating-rate loan interests ("Senior Loans"). (1) There can be no assurance that the Fund will achieve its investment objectives. Investing in Senior Loans involves credit risk and, during periods of generally declining credit quality, it may be particularly difficult for the Fund to achieve its secondary investment objective. The Fund may not be appropriate for all investors.

### 2. SIGNIFICANT ACCOUNTING POLICIES

The Fund, which is an investment company within the scope of Financial Accounting Standards Board ("FASB") Accounting Standards Update 2013-08, follows accounting and reporting guidance under FASB Accounting Standards Codification Topic 946, "Financial Services-Investment Companies."

The following is a summary of significant accounting policies consistently followed by the Fund in the preparation of its financial statements. The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP") requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

#### A. PORTFOLIO VALUATION

The net asset value ("NAV") of the Common Shares of the Fund is determined daily as of the close of regular trading on the NYSE, normally 4:00 p.m. Eastern time, on each day the NYSE is open for trading. If the NYSE closes early on a valuation day, the NAV is determined as of that time. Domestic debt securities and foreign securities are priced using data reflecting the earlier closing of the principal markets for those securities. The Fund's NAV per Common Share is calculated by dividing the value of all assets of the Fund (including accrued interest and dividends), less all liabilities (including accrued expenses, dividends declared but unpaid and any borrowings of the Fund), by the total number of Common Shares outstanding.

The Fund's investments are valued daily at market value or, in the absence of market value with respect to any portfolio securities, at fair value. Market value prices represent last sale or official closing prices from a national or foreign exchange (i.e., a regulated market) and are primarily obtained from third-party pricing services. Fair value prices represent any prices not considered market value prices and are either obtained from a third-party pricing service or are determined by the Pricing Committee of the Fund's investment advisor, First Trust Advisors L.P. ("First Trust" or the "Advisor"), in accordance with valuation procedures adopted by the Fund's Board of Trustees, and in accordance with provisions of the 1940 Act. Investments valued by the Advisor's Pricing Committee, if any, are footnoted as such in the footnotes to the Portfolio of Investments. The Fund's investments are valued as follows:

The Senior Loans in which the Fund invests are not listed on any securities exchange or board of trade. Senior Loans are typically bought and sold by institutional investors in individually negotiated private transactions that function in many respects like an over-the-counter secondary market, although typically no formal market-makers exist. This market, while having grown substantially since its inception, generally has fewer trades and less liquidity than the secondary market for other types of securities. Some Senior Loans have few or no trades, or trade infrequently, and information regarding a specific Senior Loan may not be widely available or may be incomplete. Accordingly, determinations of the



fair market value of Senior Loans may be based on infrequent and dated information. Because there is less reliable, objective data available, elements of judgment may play a greater role in valuation of Senior Loans than for other types of securities. Typically, Senior Loans are fair valued using information provided by a third-party pricing service. The third-party pricing service primarily uses over-the-counter pricing from dealer runs and broker quotes from indicative sheets to value the Senior Loans.

Common stocks and other equity securities listed on any national or foreign exchange (excluding The NASDAQ(R) Stock Market, LLC ("NASDAQ") and the London Stock Exchange Alternative Investment Market ("AIM")) are valued at the last sale price on the exchange on which they are principally traded or, for NASDAQ and AIM securities, the official closing price. Securities traded on more than one securities exchange are valued at the last sale price or official closing price, as applicable, at the close of the securities exchange representing the principal market for such securities.

- (1) The terms "security" and "securities" used throughout the Notes to Financial Statements include Senior Loans.

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
MAY 31, 2015

Corporate bonds, corporate notes and other debt securities are valued on the basis of valuations provided by dealers who make markets in such securities or by an independent pricing service approved by the Fund's Board of Trustees, which may use the following valuation inputs when available:

- 1) benchmark yields;
- 2) reported trades;
- 3) broker/dealer quotes;
- 4) issuer spreads;
- 5) benchmark securities;
- 6) bids and offers; and
- 7) reference data including market research publications.

Fixed-income and other debt securities having a remaining maturity of 60 days or less when purchased are fair valued at cost adjusted for amortization of premiums and accretion of discounts (amortized cost), provided the Advisor's Pricing Committee has determined that the use of amortized cost is an appropriate reflection of fair value given market and issuer-specific conditions existing at the time of the determination. Factors that may be considered in determining the appropriateness of the use of amortized cost include, but are not limited to, the following:

- 1) the credit conditions in the relevant market and changes thereto;
- 2) the liquidity conditions in the relevant market and changes thereto;
- 3) the interest rate conditions in the relevant market and changes

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- thereto (such as significant changes in interest rates);
- 4) issuer-specific conditions (such as significant credit deterioration); and
- 5) any other market-based data the Advisor's Pricing Committee considers relevant. In this regard, the Advisor's Pricing Committee may use last-obtained market-based data to assist it when valuing portfolio securities using amortized cost.

Certain securities may not be able to be priced by pre-established pricing methods. Such securities may be valued by the Fund's Board of Trustees or its delegate, the Advisor's Pricing Committee, at fair value. These securities generally include, but are not limited to, restricted securities (securities which may not be publicly sold without registration under the Securities Act of 1933, as amended (the "1933 Act")) for which a pricing service is unable to provide a market price; securities whose trading has been formally suspended; a security whose market or fair value price is not available from a pre-established pricing source; a security with respect to which an event has occurred that is likely to materially affect the value of the security after the market has closed but before the calculation of the Fund's NAV or make it difficult or impossible to obtain a reliable market quotation; and a security whose price, as provided by the pricing service, does not reflect the security's fair value. As a general principle, the current fair value of a security would appear to be the amount which the owner might reasonably expect to receive for the security upon its current sale. When fair value prices are used, generally they will differ from market quotations or official closing prices on the applicable exchanges. A variety of factors may be considered in determining the fair value of such securities, including, but not limited to, the following:

- 1) the fundamental business data relating to the borrower/issuer;
- 2) an evaluation of the forces which influence the market in which these securities are purchased and sold;
- 3) the type, size and cost of a security;
- 4) the financial statements of the borrower/issuer;
- 5) the credit quality and cash flow of the borrower/issuer, based on the Advisor's or external analysis;
- 6) the information as to any transactions in or offers for the security;
- 7) the price and extent of public trading in similar securities (or equity securities) of the borrower/issuer, or comparable companies;
- 8) the coupon payments;
- 9) the quality, value and salability of collateral, if any, securing the security;
- 10) the business prospects of the borrower/issuer, including any ability to obtain money or resources from a parent or affiliate and an assessment of the borrower's/issuer's management;
- 11) the prospects for the borrower's/issuer's industry, and multiples (of earnings and/or cash flows) being paid for similar businesses in that industry;
- 12) borrower's/issuer's competitive position within the industry;
- 13) borrower's/issuer's ability to access additional liquidity through public and/or private markets; and
- 14) other relevant factors.

The Fund is subject to fair value accounting standards that define fair value, establish the framework for measuring fair value and provide a three-level hierarchy for fair valuation based upon the inputs to the valuation as of the measurement date. The three levels of the fair value hierarchy are as follows:

- o Level 1 - Level 1 inputs are quoted prices in active markets for identical investments. An active market is a market in which transactions for the investment occur with sufficient frequency and

volume to provide pricing information on an ongoing basis.

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
MAY 31, 2015

- o Level 2 - Level 2 inputs are observable inputs, either directly or indirectly, and include the following:
  - o Quoted prices for similar investments in active markets.
  - o Quoted prices for identical or similar investments in markets that are non-active. A non-active market is a market where there are few transactions for the investment, the prices are not current, or price quotations vary substantially either over time or among market makers, or in which little information is released publicly.
  - o Inputs other than quoted prices that are observable for the investment (for example, interest rates and yield curves observable at commonly quoted intervals, volatilities, prepayment speeds, loss severities, credit risks, and default rates).
  - o Inputs that are derived principally from or corroborated by observable market data by correlation or other means.
- o Level 3 - Level 3 inputs are unobservable inputs. Unobservable inputs may reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing the investment.

The inputs or methodologies used for valuing investments are not necessarily an indication of the risk associated with investing in those investments. A summary of the inputs used to value the Fund's investments as of May 31, 2015, is included with the Fund's Portfolio of Investments.

B. SECURITY TRANSACTIONS AND INVESTMENT INCOME

Security transactions are recorded as of the trade date. Realized gains and losses from securities transactions are recorded on the identified cost basis. Interest income is recorded on the accrual basis. Market premiums and discounts are amortized over the expected life of each respective borrowing.

Securities purchased or sold on a when-issued, delayed-delivery or forward purchase commitment basis may have extended settlement periods. The value of the security so purchased is subject to market fluctuations during this period. Due to the nature of the Senior Loan market, the actual settlement date may not be certain at the time of the purchase or sale for some of the Senior Loans. Interest income on such Senior Loans is not accrued until settlement date. The Fund maintains liquid assets with a current value at least equal to the amount

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of its when-issued, delayed delivery or forward purchase commitments. The Fund had no when-issued, delayed-delivery, or forward purchase commitments as of May 31, 2015.

### C. UNFUNDED LOAN COMMITMENTS

The Fund may enter into certain credit agreements, all or a portion of which may be unfunded. The Fund is obligated to fund these loan commitments at the borrower's discretion. The Fund had no unfunded delayed draw loan commitments as of May 31, 2015.

### D. RESTRICTED SECURITIES

The Fund invests in restricted securities, which are securities that may not be offered for public sale without first being registered under the 1933 Act. Prior to registration, restricted securities may only be resold in transactions exempt from registration under Rule 144A under the 1933 Act, normally to qualified institutional buyers. As of May 31, 2015, the Fund held restricted securities as shown in the following table. The Fund does not have the right to demand that such securities be registered. These securities are valued according to the valuation procedures as stated in the Portfolio Valuation footnote (Note 2A) and are not expressed as a discount to the carrying value of a comparable unrestricted investment. There are no unrestricted investments with the same maturity date and yield for this issuer.

| SECURITY                       | ACQUISITION<br>DATE | PRINCIPAL<br>VALUE/SHARES | VALUE<br>PER SHARE | CURRENT<br>CARRYING COST | VALUE    |
|--------------------------------|---------------------|---------------------------|--------------------|--------------------------|----------|
| Cumulus Media, Inc. - Warrants | 6/29/09             | 1,449                     | \$ 1.19            | \$ --                    | \$ 1,725 |

\* Amount is less than 0.01%.

### E. DIVIDENDS AND DISTRIBUTIONS TO SHAREHOLDERS

The Fund will distribute to holders of its Common Shares monthly dividends of all or a portion of its net income after the payment of interest and dividends in connection with leverage, if any. Distributions of any net long-term capital gains earned by the Fund are distributed at least annually. Distributions will automatically be reinvested into additional Common Shares pursuant to the Fund's Dividend Reinvestment Plan unless cash distributions are elected by the shareholder.

Distributions from net investment income and realized capital gains are determined in accordance with income tax regulations, which may differ from U.S. GAAP. Certain capital accounts in the financial statements are periodically adjusted for permanent differences in order to reflect their tax character. These permanent differences are primarily due to the varying treatment of income and gain/loss on significantly modified portfolio securities held by the Fund and have no impact on net assets or net asset value per share. Temporary differences, which arise from recognizing certain items of income, expense and gain/loss in different periods for financial statement and tax purposes, will reverse

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 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
 MAY 31, 2015

at some time in the future. Permanent differences incurred during the fiscal year ended May 31, 2015, resulting in book and tax accounting differences, have been reclassified at year end to reflect an increase in accumulated net investment income (loss) of \$291,896, a decrease in accumulated net realized gain (loss) on investments of \$344,881, and an increase to paid-in capital of \$52,985. Net assets were not affected by these reclassifications.

The tax character of distributions paid during the fiscal years ended May 31, 2015 and 2014 is as follows:

| Distributions paid from: | 2015          | 2014          |
|--------------------------|---------------|---------------|
|                          | -----         | -----         |
| Ordinary income.....     | \$ 22,405,442 | \$ 25,186,591 |

As of May 31, 2015, the components of distributable earnings and net assets on a tax basis were as follows:

|                                                 |                |
|-------------------------------------------------|----------------|
| Undistributed ordinary income.....              | \$ 1,091,262   |
| Undistributed capital gains.....                | -----          |
|                                                 | -----          |
| Total undistributed earnings.....               | 1,091,262      |
| Accumulated capital and other losses.....       | (103,181,356)  |
| Net unrealized appreciation (depreciation)..... | (6,641,580)    |
|                                                 | -----          |
| Total accumulated earnings (losses).....        | (108,731,674)  |
| Other.....                                      | -----          |
|                                                 | -----          |
| Paid-in capital.....                            | 501,431,132    |
|                                                 | -----          |
| Net assets.....                                 | \$ 392,699,458 |
|                                                 | =====          |

F. INCOME TAXES

The Fund intends to continue to qualify as a regulated investment company by complying with the requirements under Subchapter M of the Internal Revenue Code of 1986, as amended, which includes distributing substantially all of its net investment income and net realized gains to shareholders. Accordingly, no provision has been made for federal and state income taxes. However, due to the timing and amount of distributions, the Fund may be subject to an excise tax of 4% of the amount by which approximately 98% of the Fund's taxable income exceeds the distributions from such taxable income for the calendar year.

Under the Regulated Investment Company Modernization Act of 2010 (the "Act"), net capital losses arising in taxable years after December 31, 2010, may be carried forward indefinitely, and their character is retained as short-term and/or long-term losses. Previously, net capital losses were carried forward for up to eight years and treated as short-term losses. As a transition rule, the

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Act requires that post-enactment net capital losses be used before pre-enactment net capital losses. At May 31, 2015, for federal income tax purposes, the Fund had capital loss carryforwards available that are shown in the following table, to the extent provided by regulation, to offset future capital gains through the years indicated. To the extent that these loss carryforwards are used to offset future capital gains, it is probable that the capital gains offset will not be distributed to the Fund shareholders.

| CAPITAL LOSS AVAILABLE THROUGH |               |               |              | POST-EFFECTIVE<br>(NO EXPIRATION) | TOTAL CAP<br>LOSS AVAIL |
|--------------------------------|---------------|---------------|--------------|-----------------------------------|-------------------------|
| 2016                           | 2017          | 2018          | 2019         |                                   |                         |
| \$ 422,155                     | \$ 25,585,953 | \$ 68,278,827 | \$ 4,665,052 | \$ 3,397,798                      | \$ 102,34               |

The Fund is subject to certain limitations under the U.S. tax rules on the use of capital loss carryforwards and net unrealized built-in losses. These limitations apply when there has been a 50% change in ownership.

Certain losses realized during the current fiscal year may be deferred and treated as occurring the first day of the following fiscal year for federal income tax purposes. For the fiscal year ended May 31, 2015, the Fund incurred and elected to defer net ordinary and capital losses as follows:

#### Qualified Late Year Losses:

|                 |    |         |
|-----------------|----|---------|
| Ordinary Losses | \$ | --      |
| Capital Losses  |    | 831,571 |

The Fund is subject to accounting standards that establish a minimum threshold for recognizing, and a system for measuring, the benefits of a tax position taken or expected to be taken in a tax return. Taxable years ended 2012, 2013, 2014 and 2015 remain open to federal and state audit. As of May 31, 2015, management has evaluated the application of these standards to the Fund and has determined that no provision for income tax is required in the Fund's financial statements for uncertain tax positions.

#### G. EXPENSES

The Fund will pay all expenses directly related to its operations.

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#### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
MAY 31, 2015

#### 3. INVESTMENT ADVISORY FEE, AFFILIATED TRANSACTIONS AND OTHER FEE ARRANGEMENTS

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First Trust, the investment advisor to the Fund, is a limited partnership with one limited partner, Grace Partners of DuPage L.P., and one general partner, The Charger Corporation. The Charger Corporation is an Illinois corporation controlled by James A. Bowen, Chief Executive Officer of First Trust. First Trust is responsible for the selection and ongoing monitoring of the Fund's investment portfolio, managing the Fund's business affairs and providing certain administrative services necessary for the management of the Fund. For these investment management services, First Trust is entitled to a monthly fee calculated at an annual rate of 0.75% of the Fund's Managed Assets (the average daily total asset value of the Fund minus the sum of the Fund's liabilities other than the principal amount of borrowings). First Trust also provides fund reporting services to the Fund for a flat annual fee in the amount of \$9,250.

BNY Mellon Investment Servicing (US) Inc. ("BNYM IS") serves as the Fund's administrator, fund accountant and transfer agent in accordance with certain fee arrangements. As administrator and fund accountant, BNYM IS is responsible for providing certain administrative and accounting services to the Fund, including maintaining the Fund's books of account, records of the Fund's securities transactions, and certain other books and records. As transfer agent, BNYM IS is responsible for maintaining shareholder records for the Fund. The Bank of New York Mellon ("BNYM") serves as the Fund's custodian in accordance with certain fee arrangements. As custodian, BNYM is responsible for custody of the Fund's assets.

Each Trustee who is not an officer or employee of First Trust, any sub-advisor or any of their affiliates ("Independent Trustees") is paid a fixed annual retainer that is allocated pro rata among each fund in the First Trust Fund Complex based on net assets. Each Independent Trustee is also paid an annual per fund fee that varies based on whether the fund is a closed-end or other actively managed fund, or is an index fund.

Additionally, the Lead Independent Trustee and the Chairmen of the Audit Committee, Nominating and Governance Committee and Valuation Committee are paid annual fees to serve in such capacities, with such compensation allocated pro rata among each fund in the First Trust Fund Complex based on net assets. Trustees are reimbursed for travel and out-of-pocket expenses in connection with all meetings. The Lead Independent Trustee and Committee Chairmen rotate every three years. The officers and "Interested" Trustee receive no compensation from the Fund for acting in such capacities.

#### 4. PURCHASES AND SALES OF SECURITIES

Cost of purchases and proceeds from sales of investments, excluding short-term investments, for the year ended May 31, 2015, were \$355,473,820 and \$373,069,853, respectively.

#### 5. BORROWINGS

The Fund has a Revolving Credit and Security Agreement (the "Credit Facility") with Liberty Street Funding LLC as conduit lender and The Bank of Nova Scotia as secondary lender and agent for the secured parties under the agreement. The Credit Facility provides for a secured line of credit for the Fund, where Fund assets are pledged against advances made to the Fund. Under the terms of the Credit Facility, the loans under the Credit Facility bear interest for each settlement period at a rate per annum based on the commercial paper rate of the conduit lender. Effective July 11, 2014, the Credit Facility was amended, whereby the expiration date of the Credit Facility was extended until July 10, 2015 and the total commitment was reduced from \$190,000,000 to \$185,000,000. The Credit Facility may be renewed annually. Under the requirements of the 1940 Act, the Fund, immediately after any such borrowings, must have "asset coverage" of at least 300% (33-1/3% of the Fund's total assets after borrowings). The Fund pays a utilization fee at a per annum rate of 0.3625% (prior to July 11, 2014,

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the per annum rate was 0.35%) of the daily average of the aggregate outstanding principal amount of the advances during the prior calendar month, and a commitment fee at a per annum rate of the product of (i) 0.3625% (prior to July 11, 2014, the per annum rate was 0.35%) of the daily average of the total commitment in effect (or if terminated, the aggregate outstanding principal amount of the advances funded or maintained) during the preceding calendar month and (ii) 1.02.

For the year ended May 31, 2015, the average amount outstanding under the Credit Facility was \$168,772,603. The high and low annual interest rates for the loan under the Credit Facility funded by the conduit lender during the year ended May 31, 2015, were 0.232% and 0.199%, respectively, with a weighted average interest rate of 0.210%. The annual interest rate in effect for the loan at May 31, 2015, was 0.232%.

### 6. COMMON SHARE OFFERINGS

On November 21, 2012, the Fund and the Advisor entered into a sales agreement with JonesTrading Institutional Services, LLC ("JonesTrading") whereby the Fund may offer and sell up to 3,000,000 Common Shares from time to time through JonesTrading as agent for the offer and sale of the Common Shares. Effective August 22, 2013, the sales agreement with JonesTrading was amended and as a result, the Fund may offer and sell up to 4,225,967 Common Shares. Sales of Common Shares pursuant to the sales agreement may be made in negotiated transactions or transactions that are deemed to be "at the market" as defined in Rule 415 under the 1933 Act, including sales made directly on the NYSE or sales made through a market maker other than on an exchange, at an offering price equal to or in excess of the net asset value per share of the Fund's Common Shares at the time such Common Shares are initially sold. The Fund used the net proceeds from the sale of the Common Shares in accordance with its investment objectives and policies. Sales of Common Shares made under the sales agreement will be made pursuant to a "shelf" registration statement on Form N-2 (the "Registration Statement") that will require the Fund to obtain effectiveness

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 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
 MAY 31, 2015

from the SEC on an annual basis. The Registration Statement has not been effective since September 2014, and therefore Common Shares have not been offered under the sales agreement since that time. Any future sales of Common Shares under the sales agreement will be made pursuant to an effective Registration Statement. Transactions related to offerings under such sales agreement are as follows:

| COMMON<br>SHARES<br>SOLD | NET PROCEEDS<br>RECEIVED | NET ASSET VALUE<br>OF SHARES SOLD | NET PROCEEDS<br>RECEIVED IN<br>EXCESS OF NET<br>ASSET VALUE |
|--------------------------|--------------------------|-----------------------------------|-------------------------------------------------------------|
| -----                    | -----                    | -----                             | -----                                                       |



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|                    |           |    |            |    |            |    |         |
|--------------------|-----------|----|------------|----|------------|----|---------|
| Year Ended 5/31/15 | --        | \$ | --         | \$ | --         | \$ | --      |
| Year Ended 5/31/14 | 196,487   |    | 3,035,923  |    | 2,952,237  |    | 83,686  |
| Year Ended 5/31/13 | 1,029,480 |    | 16,309,080 |    | 15,524,292 |    | 784,788 |

Estimated offering costs of \$235,169 related to the November 21, 2012 offering were recorded as a prepaid asset and were amortized to expense by the Fund on a straight line basis over a one year period. Additionally, on August 23, 2013, estimated offering costs of \$175,000 related to the offering were recorded as a prepaid asset and were amortized to expense by the Fund on a straight line basis over a one year period. During the year ended May 31, 2015, it was determined that actual offering costs were less than the estimated offering costs by \$92,925. Therefore, offering costs were reduced by that amount in the year ended May 31, 2015, as reflected in the "At the market offering costs" line item on the Statement of Operations.

### 7. INDEMNIFICATION

The Fund has a variety of indemnification obligations under contracts with its service providers. The Fund's maximum exposure under these arrangements is unknown. However, the Fund has not had prior claims or losses pursuant to these contracts and expects the risk of loss to be remote.

### 8. SUBSEQUENT EVENTS

Management has evaluated the impact of all subsequent events to the Fund through the date the financial statements were issued, and has determined that there were the following subsequent events:

Effective July 10, 2015, the Credit Facility was amended whereby the expiration date was extended until July 8, 2016 and the total commitment was reduced from \$185,000,000 to \$180,000,000.

On June 22, 2015, the Fund declared a distribution of \$0.075 per share to Common Shareholders of record on July 6, 2015, payable July 15, 2015.

On July 20, 2015, the Fund declared a distribution of \$0.075 per share to Common Shareholders of record on August 5, 2015, payable August 17, 2015.

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### REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

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TO THE BOARD OF TRUSTEES AND SHAREHOLDERS OF FIRST TRUST SENIOR FLOATING RATE INCOME FUND II:

We have audited the accompanying statement of assets and liabilities of First Trust Senior Floating Rate Income Fund II (the "Fund"), including the portfolio of investments, as of May 31, 2015, and the related statements of operations and cash flows for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, and the financial highlights for each of the five years in the period then ended. These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and

financial highlights based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. The Fund is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. Our audits included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. Our procedures included confirmation of securities owned as of May 31, 2015 by correspondence with the Fund's custodian, brokers, and agent banks; where replies were not received, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of the First Trust Senior Floating Rate Income Fund II as of May 31, 2015, the results of its operations and its cash flows for the year then ended, the changes in its net assets for each of the two years in the period then ended, and the financial highlights for each of the five years in the period then ended, in conformity with accounting principles generally accepted in the United States of America.

/s/ Deloitte & Touche LLP

Chicago, Illinois  
July 23, 2015

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ADDITIONAL INFORMATION  
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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
MAY 31, 2015 (UNAUDITED)

DIVIDEND REINVESTMENT PLAN

If your Common Shares are registered directly with the Fund or if you hold your Common Shares with a brokerage firm that participates in the Fund's Dividend Reinvestment Plan (the "Plan"), unless you elect, by written notice to the Fund, to receive cash distributions, all dividends, including any capital gain distributions, on your Common Shares will be automatically reinvested by BNY Mellon Investment Servicing (US) Inc. (the "Plan Agent"), in additional Common Shares under the Plan. If you elect to receive cash distributions, you will receive all distributions in cash paid by check mailed directly to you by the Plan Agent, as the dividend paying agent.

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If you decide to participate in the Plan, the number of Common Shares you will receive will be determined as follows:

(1) If Common Shares are trading at or above net asset value ("NAV") at the time of valuation, the Fund will issue new shares at a price equal to the greater of (i) NAV per Common Share on that date or (ii) 95% of the market price on that date.

(2) If Common Shares are trading below NAV at the time of valuation, the Plan Agent will receive the dividend or distribution in cash and will purchase Common Shares in the open market, on the NYSE or elsewhere, for the participants' accounts. It is possible that the market price for the Common Shares may increase before the Plan Agent has completed its purchases. Therefore, the average purchase price per share paid by the Plan Agent may exceed the market price at the time of valuation, resulting in the purchase of fewer shares than if the dividend or distribution had been paid in Common Shares issued by the Fund. The Plan Agent will use all dividends and distributions received in cash to purchase Common Shares in the open market within 30 days of the valuation date except where temporary curtailment or suspension of purchases is necessary to comply with federal securities laws. Interest will not be paid on any uninvested cash payments.

You may elect to opt-out of or withdraw from the Plan at any time by giving written notice to the Plan Agent, or by telephone at (866) 340-1104, in accordance with such reasonable requirements as the Plan Agent and the Fund may agree upon. If you withdraw or the Plan is terminated, you will receive a certificate for each whole share in your account under the Plan, and you will receive a cash payment for any fraction of a share in your account. If you wish, the Plan Agent will sell your shares and send you the proceeds, minus brokerage commissions.

The Plan Agent maintains all Common Shareholders' accounts in the Plan and gives written confirmation of all transactions in the accounts, including information you may need for tax records. Common Shares in your account will be held by the Plan Agent in non-certificated form. The Plan Agent will forward to each participant any proxy solicitation material and will vote any shares so held only in accordance with proxies returned to the Fund. Any proxy you receive will include all Common Shares you have received under the Plan.

There is no brokerage charge for reinvestment of your dividends or distributions in Common Shares. However, all participants will pay a pro rata share of brokerage commissions incurred by the Plan Agent when it makes open market purchases.

Automatically reinvesting dividends and distributions does not mean that you do not have to pay income taxes due upon receiving dividends and distributions. Capital gains and income are realized although cash is not received by you. Consult your financial advisor for more information.

If you hold your Common Shares with a brokerage firm that does not participate in the Plan, you will not be able to participate in the Plan and any dividend reinvestment may be effected on different terms than those described above.

The Fund reserves the right to amend or terminate the Plan if in the judgment of the Board of Trustees the change is warranted. There is no direct service charge to participants in the Plan; however, the Fund reserves the right to amend the Plan to include a service charge payable by the participants. Additional information about the Plan may be obtained by writing BNY Mellon Investment Servicing (US) Inc., 301 Bellevue Parkway, Wilmington, Delaware 19809.

PROXY VOTING POLICIES AND PROCEDURES

A description of the policies and procedures that the Fund uses to determine how to vote proxies and information on how the Fund voted proxies relating to portfolio investments during the most recent 12-month period ended June 30 is available (1) without charge, upon request, by calling (800) 988-5891; (2) on the Fund's website located at <http://www.ftportfolios.com>; and (3) on the Securities and Exchange Commission's ("SEC") website located at <http://www.sec.gov>.

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ADDITIONAL INFORMATION (CONTINUED)

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
MAY 31, 2015 (UNAUDITED)

PORTFOLIO HOLDINGS

The Fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Fund's Forms N-Q are available (1) by calling (800) 988-5891; (2) on the Fund's website located at <http://www.ftportfolios.com>; (3) on the SEC's website at <http://www.sec.gov>; and (4) for review and copying at the SEC's Public Reference Room ("PRR") in Washington, DC. Information regarding the operation of the PRR may be obtained by calling (800) SEC-0330.

NYSE CERTIFICATION INFORMATION

In accordance with Section 303A-12 of the New York Stock Exchange ("NYSE") Listed Company Manual, the Fund's President has certified to the NYSE that, as of September 17, 2014, he was not aware of any violation by the Fund of NYSE corporate governance listing standards. In addition, the Fund's reports to the SEC on Forms N-CSR, N-CSRS, and N-Q contain certifications by the Fund's principal executive officer and principal financial officer that relate to the Fund's public disclosure in such reports and are required by Rule 30a-2 under the 1940 Act.

SUBMISSION OF MATTERS TO A VOTE OF SHAREHOLDERS

The Annual Meeting of Shareholders for the Fund was held on September 15, 2014 (the "meeting"). At the meeting, Trustees Thomas R. Kadlec and Richard E. Erickson were elected as Class I Trustees for a three-year term expiring at the Fund's annual meeting of shareholders in 2017. The number of votes cast in favor of Mr. Kadlec was 22,986,353, the number of votes against Mr. Kadlec was 466,661, and the number of broker non-votes was 3,243,968. The number of votes cast in favor of Mr. Erickson was 22,984,117, the number of votes against Mr. Erickson was 468,897, and the number of broker non-votes was 3,243,968. Niel B. Nielson, James A. Bowen and Robert F. Keith are current and continuing Trustees. Mr. Nielson is currently the Class II Trustee of the Fund for a term expiring at the Fund's annual meeting shareholders in 2015. Messrs. Bowen and Keith are currently the Class III Trustees of the Fund for a term expiring at the Fund's

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annual meeting of shareholders in 2016.

### TAX INFORMATION

Of the ordinary income (including short-term capital gain) distributions made by the Fund during the year ended May 31, 2015, none qualify for the corporate dividends received deduction available to corporate shareholders or as qualified dividend income.

### RISK CONSIDERATIONS

Risks are inherent in all investing. The following summarizes some, but not all, of the risks that should be considered for the Fund. For additional information about the risks associated with investing in the Fund, please see the Fund's prospectus and statement of additional information, as well as other Fund regulatory filings.

**INVESTMENT AND MARKET RISK:** An investment in the Fund's Common Shares is subject to investment risk, including the possible loss of the entire principal invested. An investment in Common Shares represents an indirect investment in the securities owned by the Fund. The value of these securities, like other market investments, may move up or down, sometimes rapidly and unpredictably. Common Shares at any point in time may be worth less than the original investment, even after taking into account the reinvestment of Fund dividends and distributions. Security prices can fluctuate for several reasons including the general condition of the securities markets, or when political or economic events affecting the issuers occur. When the Advisor or Sub-Advisor determines that it is temporarily unable to follow the Fund's investment strategy or that it is impractical to do so (such as when a market disruption event has occurred and trading in the securities is extremely limited or absent), the Fund may take temporary defensive positions.

**HIGH-YIELD SECURITIES RISK:** The Senior Loans in which the Fund invests are generally rated below investment grade by one or more rating agencies and are considered to be "high-yield" securities. High-yield securities should be considered speculative as their low ratings indicate a quality of less than investment grade, and therefore carry an increased risk of default as compared to investment grade issues. Because high-yield securities are generally subordinated obligations and are perceived by investors to be riskier than higher rated securities, their prices tend to fluctuate more than higher rated securities and are affected by short-term credit developments to a greater degree. High-yield securities are subject to greater market fluctuations and risk of loss than securities with higher investment ratings. A reduction in an issuer's creditworthiness may result in the bankruptcy of an issuer or the default by an issuer on the interest and principal payments. The market for high-yield securities is smaller and less liquid than that for investment grade securities.

**LEVERAGE RISK:** The use of leverage results in additional risks and can magnify the effect of any losses. If the income and gains from the securities and investments purchased with such proceeds do not cover the cost of leverage, the Common Shares' return will be less than if leverage had not been used. The Fund borrowed pursuant to a leverage borrowing program, which constitutes a substantial lien and burden by reason of their prior claim against the income of the Fund and against the net assets of the Fund in liquidation. The rights of lenders to receive payments of interest on and repayments of principal on any borrowings made by the Fund under a leverage borrowing program are senior to the rights of holders of Common Shares, with respect to the payment of dividends or upon liquidation. If the Fund is not in compliance with certain Credit Facility provisions, the Fund may not be permitted to declare dividends or other distributions, including dividends and

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ADDITIONAL INFORMATION (CONTINUED)

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
MAY 31, 2015 (UNAUDITED)

distributions with respect to Common Shares or purchase Common Shares. The use of leverage by the Fund increases the likelihood of greater volatility of NAV and market price of the Common Shares. Leverage also increases the risk that fluctuations in interest rates on borrowings and short-term debt that the Fund may pay will reduce the return to the Common Shareholders or will result in fluctuations in the dividends paid on the Common Shares.

**SENIOR LOAN RISK:** In the event a borrower fails to pay scheduled interest or principal payments on a Senior Loan held by the Fund, the Fund will experience a reduction in its income and a decline in the market value of the Senior Loan, which will likely reduce dividends and lead to a decline in the net asset value of the Fund's Common Shares. If the Fund acquires a Senior Loan from another lender, for example, by acquiring a participation, the Fund may also be subject to credit risks with respect to that lender. Although Senior Loans may be secured by specific collateral, the value of the collateral may not equal the Fund's investment when the Senior Loan is acquired or may decline below the principal amount of the Senior Loan subsequent to the Fund's investment. Also, to the extent that collateral consists of stock of the borrower or its subsidiaries or affiliates, the Fund bears the risk that the stock may decline in value, be relatively illiquid, and/or may lose all or substantially all of its value, causing the Senior Loan to be under collateralized. Therefore, the liquidation of the collateral underlying a Senior Loan may not satisfy the issuer's obligation to the Fund in the event of non-payment of scheduled interest or principal, and the collateral may not be readily liquidated.

**CREDIT RISK:** Credit risk is the risk that an issuer of a security held by the Fund will be unable or unwilling to make dividend, interest and/or principal payments when due and the related risk that the value of a security may decline because of concerns about the issuer's ability to make such payments. Credit risk may be heightened for the Fund because it invests a substantial portion of its net assets in "high yield" or "junk" debt; such securities involve greater risks, including the possibility of dividend or interest deferral, default or bankruptcy, and are regarded as predominantly speculative with respect to the issuer's capacity to pay dividends or interest and repay principal. Credit risk is heightened for loans in which the Fund invests because companies that issue such loans tend to be highly leveraged and thus are more susceptible to the risks of interest deferral, default and/or bankruptcy.

**INTEREST RATE RISK:** The Fund's portfolio is also subject to interest rate risk. Interest rate risk is the risk that fixed-income securities will decline in value because of changes in market interest rates. Investments in debt securities with long-term maturities may experience significant price declines if long-term interest rates increase.

**PRE-PAYMENT RISK:** Loans are subject to pre-payment risk. The degree to which borrowers prepay loans, whether as a contractual requirement or at their election, may be affected by general business conditions, the financial

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condition of the borrower and competitive conditions among loan investors, among others. As such, prepayments cannot be predicted with accuracy. Upon a prepayment, either in part or in full, the actual outstanding debt on which the Fund derives interest income will be reduced. The Fund may not be able to reinvest the proceeds received on terms as favorable as the prepaid loan.

**LIQUIDITY RISK:** The Fund invests a substantial portion of its assets in lower-quality debt issued by companies that are highly leveraged. Lower-quality debt tends to be less liquid than higher-quality debt. Moreover, smaller debt issues tend to be less liquid than larger debt issues. If the economy experiences a sudden downturn, or if the debt markets for such companies become distressed, the Fund may have particular difficulty selling its assets in sufficient amounts, at reasonable prices and in a sufficiently timely manner - to raise the cash necessary to meet any potentially heavy redemption requests by Fund shareholders.

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### BOARD OF TRUSTEES AND OFFICERS

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
MAY 31, 2015 (UNAUDITED)

| NAME, ADDRESS, DATE OF BIRTH<br>AND POSITION WITH THE FUND                                                                                | TERM OF OFFICE<br>AND<br>LENGTH OF<br>SERVICE (1)  | PRINCIPAL OCCUPATIONS<br>DURING PAST 5 YEARS                                                                                                                                      |
|-------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| -----<br>INDEPENDENT TRUSTEES<br>-----                                                                                                    |                                                    |                                                                                                                                                                                   |
| Richard E. Erickson, Trustee<br>c/o First Trust Advisors L.P.<br>120 E. Liberty Drive,<br>Suite 400<br>Wheaton, IL 60187<br>D.O.B.: 04/51 | o Three Year Term<br><br>o Since Fund<br>Inception | Physician; President, Wheaton Orthopedics;<br>Limited Partner, Gundersen Real Estate<br>Limited Partnership; Member, Sportsmed LLC                                                |
| Thomas R. Kadlec, Trustee<br>c/o First Trust Advisors L.P.<br>120 E. Liberty Drive,<br>Suite 400<br>Wheaton, IL 60187<br>D.O.B.: 11/57    | o Three Year Term<br><br>o Since Fund<br>Inception | President (March 2010 to Present), Senior<br>Vice President and Chief Financial Officer<br>(May 2007 to March 2010), ADM Investor<br>Services, Inc. (Futures Commission Merchant) |
| Robert F. Keith, Trustee                                                                                                                  | o Three Year Term                                  | President (2003 to Present), Hibs                                                                                                                                                 |

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|                                                                                                           |                   |                                                   |
|-----------------------------------------------------------------------------------------------------------|-------------------|---------------------------------------------------|
| c/o First Trust Advisors L.P.<br>120 E. Liberty Drive,<br>Suite 400<br>Wheaton, IL 60187<br>D.O.B.: 11/56 | o Since June 2006 | Enterprises (Financial and Management Consulting) |
|-----------------------------------------------------------------------------------------------------------|-------------------|---------------------------------------------------|

|                                                                                                                                       |                                             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
|---------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Niel B. Nielson, Trustee<br>c/o First Trust Advisors L.P.<br>120 E. Liberty Drive,<br>Suite 400<br>Wheaton, IL 60187<br>D.O.B.: 03/54 | o Three Year Term<br>o Since Fund Inception | Managing Director and Chief Operating Officer (January 2015 to Present), Pelita Harapan Education Foundation (Educational Products and Services); President and Chief Executive Officer (June 2012 to September 2014), Servant Interactive LLC (Educational Products and Services); President and Chief Executive Officer (June 2012 to September 2014), Dew Learning LLC (Educational Products and Services); President (June 2002 to June 2012), Covenant College |
|---------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

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INTERESTED TRUSTEE

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|                                                                                                                                     |                                             |                                                                                                                                                                                                                                                                                                      |
|-------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| James A. Bowen(2), Trustee<br>and Chairman of the Board<br>120 E. Liberty Drive,<br>Suite 400<br>Wheaton, IL 60187<br>D.O.B.: 09/55 | o Three Year Term<br>o Since Fund Inception | Chief Executive Officer (December 2010 to Present), President (until December 2010), First Trust Advisors L.P. and First Trust Portfolios L.P.; Chairman of the Board of Directors, BondWave LLC (Software Development Company/Investment Advisor) and Stonebridge Advisors LLC (Investment Advisor) |
|-------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

- (1) Currently, Niel B. Nielson, as Class II Trustee, is serving as trustee until the Fund's 2015 annual meeting of shareholders. James A. Bowen and Robert F. Keith, as Class III Trustees, are serving as trustees until the Fund's 2016 annual meeting of shareholders. Thomas R. Kadlec and Richard E. Erickson, as Class I Trustees, are serving as trustees until the Fund's 2017 annual meeting of shareholders .
- (2) Mr. Bowen is deemed an "interested person" of the Fund due to his position of Chief Executive Officer of First Trust Advisors L.P., investment advisor of the Fund.

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BOARD OF TRUSTEES AND OFFICERS

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FIRST TRUST SENIOR FLOATING RATE INCOME FUND II (FCT)  
MAY 31, 2015 (UNAUDITED)

|               |                      |                    |
|---------------|----------------------|--------------------|
| NAME, ADDRESS | POSITION AND OFFICES | TERM OF OFFICE AND |
|---------------|----------------------|--------------------|



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| AND DATE OF BIRTH                                                                               | WITH FUND                                                             | LENGTH OF SERVICE                                                                                                              |                                                                                                       |
|-------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------|
| -----                                                                                           |                                                                       |                                                                                                                                |                                                                                                       |
| OFFICERS (3)                                                                                    |                                                                       |                                                                                                                                |                                                                                                       |
| -----                                                                                           |                                                                       |                                                                                                                                |                                                                                                       |
| Mark R. Bradley<br>120 E. Liberty Drive,<br>Suite 400<br>Wheaton, IL 60187<br>D.O.B.: 11/57     | President and Chief<br>Executive Officer                              | o Indefinite term<br><br>o Since January 2012                                                                                  | Chief Opera<br>Present) an<br>Trust Advis<br>L.P.; Chief<br>(Software D<br>Advisor) an<br>(Investment |
| James M. Dykas<br>120 E. Liberty Drive,<br>Suite 400<br>Wheaton, IL 60187<br>D.O.B.: 01/66      | Treasurer, Chief Financial<br>Officer and Chief<br>Accounting Officer | o Indefinite term<br><br>o Since January 2012                                                                                  | Controller<br>Vice Presid<br>First Trust<br>Portfolios                                                |
| W. Scott Jardine<br>120 E. Liberty Drive,<br>Suite 400<br>Wheaton, IL 60187<br>D.O.B.: 05/60    | Secretary and Chief<br>Legal Officer                                  | o Indefinite term<br><br>o Since Fund Inception                                                                                | General Cou<br>First Trust<br>General Cou<br>Development<br>Secretary o<br>(Investment                |
| Daniel J. Lindquist<br>120 E. Liberty Drive,<br>Suite 400<br>Wheaton, IL 60187<br>D.O.B.: 02/70 | Vice President                                                        | o Indefinite term<br><br>o Since December 2005                                                                                 | Managing Di<br>Senior Vice<br>Present), F<br>Trust Portf                                              |
| Kristi A. Maher<br>120 E. Liberty Drive,<br>Suite 400<br>Wheaton, IL 60187<br>D.O.B.: 12/66     | Chief Compliance Officer<br>and Assistant Secretary                   | o Indefinite term<br><br>o Chief Compliance Officer<br>since January 2011<br><br>o Assistant Secretary<br>since Fund Inception | Deputy Gene<br>L.P. and Fi                                                                            |

(3) Officers of the Fund have an indefinite term. The term "officer" means the president, vice president, secretary, treasurer, controller or any other officer who performs a policy making function.

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 PRIVACY POLICY  
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MAY 31, 2015 (UNAUDITED)

## PRIVACY POLICY

First Trust values our relationship with you and considers your privacy an important priority in maintaining that relationship. We are committed to protecting the security and confidentiality of your personal information.

### SOURCES OF INFORMATION

We collect nonpublic personal information about you from the following sources:

- o Information we receive from you and your broker-dealer, investment advisor or financial representative through interviews, applications, agreements or other forms;
- o Information about your transactions with us, our affiliates or others;
- o Information we receive from your inquiries by mail, e-mail or telephone; and
- o Information we collect on our website through the use of "cookies". For example, we may identify the pages on our website that your browser requests or visits.

### INFORMATION COLLECTED

The type of data we collect may include your name, address, social security number, age, financial status, assets, income, tax information, retirement and estate plan information, transaction history, account balance, payment history, investment objectives, marital status, family relationships and other personal information.

### DISCLOSURE OF INFORMATION

We do not disclose any nonpublic personal information about our customers or former customers to anyone, except as permitted by law. In addition to using this information to verify your identity (as required under law), the permitted uses may also include the disclosure of such information to unaffiliated companies for the following reasons:

- o In order to provide you with products and services and to effect transactions that you request or authorize, we may disclose your personal information as described above to unaffiliated financial service providers and other companies that perform administrative or other services on our behalf, such as transfer agents, custodians and trustees, or that assist us in the distribution of investor materials such as trustees, banks, financial representatives, proxy services, solicitors and printers.
- o We may release information we have about you if you direct us to do so, if we are compelled by law to do so, or in other legally limited circumstances (for example to protect your account from fraud).

In addition, in order to alert you to our other financial products and services, we may share your personal information within First Trust.

### PRIVACY ONLINE

We allow third-party companies, including AddThis (a social media sharing

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service), to collect certain anonymous information when you visit our website. These companies may use non-personally identifiable information during your visits to this and other websites in order to provide advertisements about goods and services likely to be of greater interest to you. These companies typically use a cookie, third party web beacon or pixel tags, to collect this information. To learn more about this behavioral advertising practice, you can visit [www.networkadvertising.org](http://www.networkadvertising.org).

### CONFIDENTIALITY AND SECURITY

With regard to our internal security procedures, First Trust restricts access to your nonpublic personal information to those First Trust employees who need to know that information to provide products or services to you. We maintain physical, electronic and procedural safeguards to protect your nonpublic personal information.

### POLICY UPDATES AND INQUIRIES

As required by federal law, we will notify you of our privacy policy annually. We reserve the right to modify this policy at any time, however, if we do change it, we will tell you promptly. For questions about our policy, or for additional copies of this notice, please go to [www.ftportfolios.com](http://www.ftportfolios.com), or contact us at 1-800-621-1675 (First Trust Portfolios) or 1-800-222-6822 (First Trust Advisors).

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### FIRST TRUST

#### INVESTMENT ADVISOR

First Trust Advisors L.P.  
120 E. Liberty Drive, Suite 400  
Wheaton, IL 60187

#### ADMINISTRATOR, FUND ACCOUNTANT & TRANSFER AGENT

BNY Mellon Investment Servicing (US) Inc.  
301 Bellevue Parkway  
Wilmington, DE 19809

#### CUSTODIAN

The Bank of New York Mellon  
101 Barclay Street, 20th Floor

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New York, NY 10286

INDEPENDENT REGISTERED  
PUBLIC ACCOUNTING FIRM  
Deloitte & Touche LLP  
111 S. Wacker Drive  
Chicago, IL 60606

LEGAL COUNSEL  
Chapman and Cutler LLP  
111 W. Monroe Street  
Chicago, IL 60603

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## ITEM 2. CODE OF ETHICS.

- (a) The registrant, as of the end of the period covered by this report, has adopted a code of ethics that applies to the registrant's principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions, regardless of whether these individuals are employed by the registrant or a third party.
- (c) There have been no amendments, during the period covered by this report, to a provision of the code of ethics that applies to the registrant's principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions, regardless of whether these individuals are employed by the registrant or a third party, and that relates to any element of the code of ethics description.
- (d) The registrant has not granted any waivers, including an implicit waiver, from a provision of the code of ethics that applies to the registrant's principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions, regardless of whether these individuals are employed by the registrant or a third party, that relates to one or more of the items set forth in paragraph (b) of this item's instructions.
- (e) Not applicable.

## ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

As of the end of the period covered by the report, the registrant's Board of Trustees has determined that Thomas R. Kadlec and Robert F. Keith are qualified to serve as audit committee financial experts serving on its audit committee and that each of them is "independent," as defined by Item 3 of Form N-CSR.

## ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

- (a) AUDIT FEES (REGISTRANT) -- The aggregate fees billed for each of the last

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two fiscal years for professional services rendered by the principal accountant for the audit of the registrant's annual financial statements or services that are normally provided by the accountant in connection with statutory and regulatory filings or engagements were \$89,000 for 2014 and \$70,000 for 2015.

- (b) AUDIT-RELATED FEES (REGISTRANT) -- The aggregate fees billed in each of the last two fiscal years, for assurance and related services by the principal accountant that are reasonably related to the performance of the audit of the registrant's financial statements and are not reported under paragraph (a) of this Item were \$0 for 2014 and \$0 for 2015.

AUDIT-RELATED FEES (INVESTMENT ADVISER) -- The aggregate fees billed in each of the last two fiscal years of the registrant for assurance and related services by the principal accountant that are reasonably related to the performance of the audit of the Registrant's financial statements and are not reported under paragraph (a) of this Item were \$0 for 2014 and \$0 for 2015.

- (c) TAX FEES (REGISTRANT) -- The aggregate fees billed in each of the last two fiscal years for professional services rendered by the principal accountant for tax compliance, tax advice, and tax planning to the registrant were \$5,200 for 2014 and \$5,200 for 2015. These fees were for tax consultation and tax preparation.

TAX FEES (INVESTMENT ADVISER) -- The aggregate fees billed in each of the last two fiscal years of the registrant for professional services rendered by the principal accountant for tax compliance, tax advice, and tax planning to the registrant's adviser were \$0 for 2014 and \$0 for 2015.

- (d) ALL OTHER FEES (REGISTRANT) -- The aggregate fees billed in each of the last two fiscal years for products and services provided by the principal accountant to the registrant, other than the services reported in paragraphs (a) through (c) of this Item were \$0 for 2014 and \$0 for 2015.

ALL OTHER FEES (INVESTMENT ADVISER) -- The aggregate fees billed in each of the last two fiscal years for products and services provided by the principal accountant to the Registrant's investment adviser, other than services reported in paragraphs (a) through (c) of this Item were \$0 for 2014 and \$0 for 2015.

- (e)(1) Disclose the audit committee's pre-approval policies and procedures described in paragraph (c)(7) of Rule 2-01 of Regulation S-X.

Pursuant to its charter and its Audit and Non-Audit Services Pre-Approval Policy, the Audit Committee (the "Committee") is responsible for the pre-approval of all audit services and permitted non-audit services (including the fees and terms thereof) to be performed for the Registrant by its independent auditors. The Chairman of the Committee is authorized to give such pre-approvals on behalf of the Committee up to \$25,000 and report any such pre-approval to the full Committee.

The Committee is also responsible for the pre-approval of the independent auditor's engagements for non-audit services with the Registrant's adviser (not including a sub-adviser whose role is primarily portfolio management and is sub-contracted or overseen by another investment adviser) and any entity controlling, controlled by or under common control with the investment adviser that provides ongoing services to the Registrant, if the engagement relates directly to the operations and financial reporting of the Registrant, subject to the de minimis exceptions for non-audit services described in Rule 2-01 of Regulation S-X. If the independent auditor has provided non-audit services to the Registrant's adviser (other than any sub-adviser whose role is primarily

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portfolio management and is sub-contracted with or overseen by another investment adviser) and any entity controlling, controlled by or under common control with the investment adviser that provides ongoing services to the Registrant that were not pre-approved pursuant to its policies, the Committee will consider whether the provision of such non-audit services is compatible with the auditor's independence.

- (e) (2) The percentage of services described in each of paragraphs (b) through (d) for the Registrant and the Registrant's investment adviser of this Item that were approved by the audit committee pursuant to the pre-approval exceptions included in paragraph (c) (7) (i) (c) or paragraph (c) (7) (ii) of Rule 2-01 of Regulation S-X are as follows:

(b) 0%

(c) 0%

(d) 0%

- (f) The percentage of hours expended on the principal accountant's engagement to audit the registrant's financial statements for the most recent fiscal year that were attributed to work performed by persons other than the principal accountant's full-time, permanent employees was less than fifty percent.
- (g) The aggregate non-audit fees billed by the registrant's accountant for services rendered to the registrant, and rendered to the registrant's investment adviser (not including any sub-adviser whose role is primarily portfolio management and is subcontracted with or overseen by another investment adviser), and any entity controlling, controlled by, or under common control with the adviser that provides ongoing services to the Registrant for 2014 were \$5,200 and \$36,800 for the Registrant and the Registrant's investment adviser, respectively, and for 2015 were \$5,200 and \$12,700 for the Registrant and the Registrant's investment adviser, respectively.
- (h) The Registrant's audit committee of its Board of Trustees determined that the provision of non-audit services that were rendered to the Registrant's investment adviser (not including any sub-adviser whose role is primarily portfolio management and is subcontracted with or overseen by another investment adviser), and any entity controlling, controlled by, or under common control with the investment adviser that provides ongoing services to the Registrant that were not pre-approved pursuant to paragraph (c) (7) (ii) of Rule 2-01 of Regulation S-X is compatible with maintaining the principal accountant's independence.

### ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS.

- (a) The registrant has a separately designated standing audit committee consisting of all the independent trustees of the registrant. The members of the audit committee are: Thomas R. Kadlec, Niel B. Nielson, Richard E. Erickson and Robert F. Keith.

### ITEM 6. INVESTMENTS.

### ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

The Proxy Voting Policies are attached herewith.

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### ITEM 8. PORTFOLIO MANAGERS OF CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

#### (A) (1) IDENTIFICATION OF PORTFOLIO MANAGER(S) OR MANAGEMENT TEAM MEMBERS AND DESCRIPTION OF ROLE OF PORTFOLIO MANAGER(S) OR MANAGEMENT TEAM MEMBERS

INFORMATION PROVIDED AS OF MAY 31, 2015

The First Trust Advisors Leveraged Finance Investment team manages a portfolio comprised primarily of U.S. dollar denominated, senior secured floating-rate loans. The Portfolio Managers are responsible for directing the investment activities within the Fund. William Housey is the Senior Portfolio Manager and has primary responsibility for investment decisions. Scott Fries assists Mr. Housey and is also a Senior Credit Analyst assigned to certain industries. The Portfolio Managers are supported in their portfolio management activities by the First Trust Advisors Leveraged Finance investment staff, including a team of credit analysts, a designated trader and operations personnel. Senior Credit Analysts are assigned industries and Associate Credit Analysts support the Senior Credit Analysts. All credit analysts, operations personnel and portfolio managers report to Mr. Housey.

William Housey, CFA

Senior Vice President, Senior Portfolio Manager

Mr. Housey joined First Trust in June 2010 as the Senior Portfolio Manager for the Leveraged Finance Investment Team and has 18 years of investment experience. Mr. Housey is a Senior Vice President of First Trust. Prior to joining First Trust, Mr. Housey was at Morgan Stanley/Van Kampen Funds, Inc. for 11 years and served as Executive Director and Co-Portfolio Manager. Mr. Housey has extensive experience in portfolio management of both leveraged and unleveraged credit products, including bank loans, high yield bonds, credit derivatives and corporate restructurings. Mr. Housey received a BS in Finance from Eastern Illinois University and an MBA in Finance and Management and Strategy from Northwestern University's Kellogg School of Business. He holds the FINRA Series 7, Series 52 and Series 63 licenses and the Chartered Financial Analyst designation. He is a member of the CFA Institute and the CFA Society of Chicago.

Scott D. Fries, CFA

Vice President, Portfolio Manager

Mr. Fries Scott D. Fries, CFA, joined First Trust in June 2010 as a Portfolio Manager in the Leveraged Finance Investment Team and has 20 years of investment industry experience. Mr. Fries is a Senior Vice President of First Trust. Prior to joining First Trust, Mr. Fries spent 15 years at Morgan Stanley/Van Kampen Funds, Inc, where he most recently served as Executive Director and Co-Portfolio Manager of Institutional Separately Managed Accounts. Mr. Fries received a BA in International Business from Illinois Wesleyan University and an MBA in Finance from DePaul University. Mr. Fries holds the Chartered Financial Analyst designation. He is a member of the CFA Institute and the CFA Society of Chicago.

#### (a) (2) Other Accounts Managed by Portfolio Manager(s) or Management Team Member and Potential Conflicts of Interest

INFORMATION PROVIDED AS OF MAY 31, 2015

| Name of Portfolio Manager or Team Member | Type of Accounts | Total # of Accounts Managed* | Total Assets | # of Accounts Managed for which Advisory Fee is Based on Performance | T Ad  |
|------------------------------------------|------------------|------------------------------|--------------|----------------------------------------------------------------------|-------|
| -----                                    | -----            | -----                        | -----        | -----                                                                | ----- |

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|    |                        |                                         |    |                 |   |
|----|------------------------|-----------------------------------------|----|-----------------|---|
| 1. | William Housey,<br>CFA | Registered<br>Investment<br>Companies:  | 8  | \$1.6B          | 0 |
|    |                        | Other Pooled<br>Investment<br>Vehicles: | 12 | \$59<br>million | 0 |
|    |                        | Other Accounts:                         | 0  | \$0             | 0 |
| 2. | Scott Fries, CFA       | Registered<br>Investment<br>Companies:  | 8  | \$1.6B          | 0 |
|    |                        | Other Pooled<br>Investment<br>Vehicles: | 12 | \$59<br>million | 0 |
|    |                        | Other Accounts:                         | 0  | \$0             | 0 |

\* Information excludes the registrant.

### POTENTIAL CONFLICTS OF INTERESTS

Potential conflicts of interest may arise when a portfolio manager of the Registrant has day-to-day management responsibilities with respect to one or more other funds or other accounts. The First Trust Leveraged Finance Team adheres to its trade allocation policy utilizing a pro-rata methodology to address this conflict.

First Trust and its affiliate, First Trust Portfolios L.P. ("FTP"), have in place a joint Code of Ethics and Insider Trading Policies and Procedures that are designed to (a) prevent First Trust personnel from trading securities based upon material inside information in the possession of such personnel and (b) ensure that First Trust personnel avoid actual or potential conflicts of interest or abuse of their positions of trust and responsibility that could occur through such activities as front running securities trades for the Registrant. Personnel are required to have duplicate confirmations and account statements delivered to First Trust and FTP compliance personnel who then compare such trades to trading activity to detect any potential conflict situations.

In addition to the personal trading restrictions specified in the Code of Ethics and Insider Trading Policies and Procedures, employees in the Leveraged Finance Team currently are prohibited from buying or selling equity securities (including derivative instruments such as options, warrants and futures) and corporate bonds for their personal account and in any accounts over which they exercise control. Employees in the Leveraged Finance Team are also prohibited from engaging in any personal transaction while in possession of material non-public information regarding the security or the issuer of the security. First Trust and FTP also maintain a restricted list of all issuers for which the First Trust Advisors L.P. Leveraged Finance Team has material non-public information in its possession and all transactions executed for a product advised or supervised by First Trust or FTP are compared daily against the restricted list.

### (A) (3) COMPENSATION STRUCTURE OF PORTFOLIO MANAGER(S) OR MANAGEMENT TEAM MEMBERS INFORMATION PROVIDED AS OF MAY 31, 2015

The compensation structure for the Leveraged Finance Investment Team of First Trust is based upon a fixed salary as well as a discretionary bonus determined



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by the management of First Trust.

Salaries are determined by management and are based upon an individual's position and overall value to the firm. Bonuses are also determined by management and are based upon an individual's overall contribution to the success of the firm and the profitability of the firm. Salaries and bonuses for members of the First Trust Advisors L.P. Leveraged Finance Team are not based upon criteria such as performance of the Registrant and are not directly tied to the value of assets of the Fund.

### (A) (4) DISCLOSURE OF SECURITIES OWNERSHIP AS OF MAY 31, 2015

| Name of Portfolio Manager or Team Member | Dollar (\$) Range of Fund Shares Beneficially Owned |
|------------------------------------------|-----------------------------------------------------|
| William Housey                           | \$10,001 - \$50,000 (1,000 shares)                  |
| Scott Fries                              | \$0 (0 shares)                                      |

(B) Not applicable.

### ITEM 9. PURCHASES OF EQUITY SECURITIES BY CLOSED-END MANAGEMENT INVESTMENT COMPANY AND AFFILIATED PURCHASERS.

Not applicable.

### ITEM 10. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS.

There have been no material changes to the procedures by which the shareholders may recommend nominees to the registrant's Board of Trustees, where those changes were implemented after the registrant last provided disclosure in response to the requirements of Item 407(c)(2)(iv) of Regulation S-K (17 CFR 229.407) (as required by Item 22(b)(15) of Schedule 14A (17 CFR 240.14a-101)), or this Item.

### ITEM 11. CONTROLS AND PROCEDURES.

- (a) The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act") (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of the report that includes the disclosure required by this paragraph, based on their evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rules 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934, as amended (17 CFR 240.13a-15(b) or 240.15d-15(b)).
- (b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act (17 CFR 270.30a-3(d))) that occurred during the registrant's second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

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ITEM 12. EXHIBITS.

- (a) (1) Code of ethics, or any amendment thereto, that is the subject of disclosure required by Item 2 is attached hereto.
- (a) (2) Certifications pursuant to Rule 30a-2(a) under the 1940 Act and Section 302 of the Sarbanes-Oxley Act of 2002 are attached hereto.
- (a) (3) Not applicable.
- (b) Certifications pursuant to Rule 30a-2(b) under the 1940 Act and Section 906 of the Sarbanes-Oxley Act of 2002 are attached hereto.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(registrant) First Trust Senior Floating Rate Income Fund II  
-----

By (Signature and Title)\* /s/ Mark R. Bradley  
-----  
Mark R. Bradley, President and  
Chief Executive Officer  
(principal executive officer)

Date: July 15, 2015  
-----

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By (Signature and Title)\* /s/ Mark R. Bradley  
-----  
Mark R. Bradley, President and  
Chief Executive Officer  
(principal executive officer)

Date: July 15, 2015  
-----

By (Signature and Title)\* /s/ James M. Dykas  
-----  
James M. Dykas, Treasurer,  
Chief Financial Officer and  
Chief Accounting Officer  
(principal financial officer)

Date: July 15, 2015  
-----

\*Print the name and title of each signing officer under his or her signature.