

PIMCO MUNICIPAL INCOME FUND II
Form N-Q
October 16, 2009

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549**

**OMB
APPROVAL**
OMB Number:
3235-0578
Expires: April 30, 2010
Estimated average burden
hours per response: 10.5

**FORM N-Q
QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANY**

Investment Company Act File Number: 811-21076

Registrant Name: PIMCO Municipal Income Fund II

Address of Principal Executive Offices: 1345 Avenue of the Americas
New York, New York 10105

Name and Address of Agent for
Service: Lawrence G. Altadonna
1345 Avenue of the Americas
New York, New York 10105

Registrant's telephone number, including area code: 212-739-3371

Date of Fiscal Year End: May 31, 2010

Date of Reporting Period: August 31, 2009

Form N-Q is to be used by management investment companies, other than small business investment companies registered on Form N-5 (§§ 239.24 and 274.5 of this chapter), to file reports with the Commission, not later than 60 days after the close of the first and third fiscal quarters, pursuant to rule 30b 1-5 under the Investment Company Act of 1940 (17 CFR 270.30b1-5). The Commission may use the information provided on Form N-Q in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-Q, and the Commission will make this information public. A registrant is not required to the collection of information contained in Form N-Q 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 the Secretary, Securities and Exchange Commission, 100 F Street, NE, Washington, DC 20549-2001. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507.

Edgar Filing: PIMCO MUNICIPAL INCOME FUND II - Form N-Q

Item 1. Schedule of Investments

PIMCO Municipal Income Fund II Schedule of Investments

August 31, 2009 (unaudited)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value*
MUNICIPAL BONDS & NOTES 97.8%			
Alabama 1.1%			
\$10,000	Birmingham Baptist Medical Centers Special Care Facs. Financing Auth. Rev., Baptist Health Systems, Inc., 5.00%, 11/15/30, Ser. A	Baa2/NR	\$7,797,100
1,235	Montgomery BMC Special Care Facs. Financing Auth. Rev., 5.00%, 11/15/29, Ser. B (NPFGC)	A3/A	1,086,207
2,650	Tuscaloosa Educational Building Auth. Rev., Stillman College Project, 5.00%, 6/1/26, Ser. A	NR/BBB-	2,096,415
			10,979,722
Alaska 0.7%			
5,900	Northern Tobacco Securitization Corp. Rev., 5.00%, 6/1/46, Ser. A	Baa3/NR	3,810,692
3,550	State Housing Finance Corp. Rev., 5.25%, 6/1/32, Ser. C (NPFGC)	Aa2/AA	3,557,029
			7,367,721
Arizona 9.3%			
	Health Facs. Auth. Rev., Banner Health, 5.00%, 1/1/35, Ser. A	NR/A+	3,236,205
2,860	5.50%, 1/1/38, Ser. D	NR/A+	2,820,303
29,700	Pima Cnty. Industrial Dev. Auth. Rev., 5.00%, 9/1/39 Salt River Project Agricultural Improvement & Power Dist. Rev., Ser. A (k), 5.00%, 1/1/37	Aa2/AA	28,978,884
41,100	5.00%, 1/1/37	Aa1/AA	41,698,005
10,000	5.00%, 1/1/39	Aa1/AA	10,155,800
10,500	Salt Verde Financial Corp. Rev., 5.00%, 12/1/37	A3/A	8,740,935
			95,630,132
Arkansas 0.2%			
13,000	Dev. Finance Auth. Rev., Arkansas Cancer Research Center Project, zero coupon, 7/1/46 (AMBAC)	Aa3/NR	1,807,780
California 5.5%			
6,000	Golden State Tobacco Securitization Corp. Rev., 5.00%, 6/1/33, Ser. A-1	Baa3/BBB	4,706,340
2,500	Los Angeles Department of Water & Power Rev., 5.00%, 7/1/39, Ser. A-1 (AMBAC)	Aa3/AA-	2,522,400
1,365	Lynwood Utility Auth. Rev., 5.00%, 6/1/29, Ser. A	Aa2/AAA	1,341,358

Edgar Filing: PIMCO MUNICIPAL INCOME FUND II - Form N-Q

2,000	Montebello Unified School Dist., GO, 5.00%, 8/1/33 (FSA)	Aa3/AAA	1,977,900
2,000	San Diego Cnty. Water Auth., CP, 5.00%, 5/1/38, Ser. A (FSA)	Aa3/AAA	1,999,860
2,000	Santa Clara Cnty. Financing Auth. Rev., 5.75%, 2/1/41, Ser. A (AMBAC)	A1/A+	2,024,740
10,500	State, GO, 6.00%, 4/1/38	Baa1/A	11,126,850
4,700	Statewide Communities Dev. Auth. Rev., Baptist Univ., 9.00%, 11/1/17, Ser. B (a)(d) Methodist Hospital Project (FHA), 6.625%, 8/1/29	NR/NR	3,966,847
5,500		Aa2/AA	6,042,575
19,500	6.75%, 2/1/38	Aa2/AA	21,279,765
			56,988,635
	Colorado 4.1%		
11,250	Denver City & Cnty. Rev., 5.00%, 11/15/25, Ser. B (FSA) Health Facs. Auth. Rev., Ser. A,	Aa3/AAA	11,319,075
1,000	American Baptist Homes, 5.90%, 8/1/37	NR/NR	695,540
9,500	Catholic Health Initiatives, 5.50%, 3/1/32	NR/AA	9,895,390
500	Evangelical Lutheran, 6.125%, 6/1/38	A3/A-	496,265
18,305	Exempla, Inc., 5.625%, 1/1/33	A1/A-	17,099,433
2,000	Housing & Finance Auth. Rev., Evergreen Country Day School, Inc. Project, 5.875%, 6/1/37 (a)(d)	NR/BB	1,320,840
1,430	Public Auth. for Colorado Energy Rev., 6.50%, 11/15/38	A2/A	1,450,520
			42,277,063

Edgar Filing: PIMCO MUNICIPAL INCOME FUND II - Form N-Q

PIMCO Municipal Income Fund II Schedule of Investments

August 31, 2009 (unaudited)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value*
	Florida 5.3%		
\$1,000	Brevard Cnty. Health Facs. Auth. Rev., Health First, Inc. Project, 7.00%, 4/1/39	A3/A-	\$1,037,330
600	Broward Cnty. Airport Rev., 5.375%, 10/1/29, Ser. O (e)	A1/A+	603,450
8,500	Broward Cnty. Water & Sewer Utility Rev., 5.25%, 10/1/34, Ser. A (k)	Aa3/AA	8,728,055
1,000	Clearwater Water Rev., 5.25%, 12/1/39, Ser. A	A2/AA-	1,010,180
2,335	Hillsborough Cnty. Industrial Dev. Auth. Pollution Control Rev., Tampa Electric Co. Project, 5.50%, 10/1/23, Ser. E	Baa1/BBB	2,371,823
7,135	Jacksonville Health Facs. Auth. Rev., Ascension Health, 5.25%, 11/15/32, Ser. A	Aa1/AA	7,171,745
3,000	Leesburg Hospital Rev., Leesburg Regional Medical Center Project, 5.50%, 7/1/32	Baa1/BBB+	2,569,290
3,490	Miami-Dade Cnty. Rev., 5.50%, 10/1/36, Ser. A	A2/A-	3,497,853
500	Sarasota Cnty. Health Fac. Auth. Rev., 5.75%, 7/1/37	NR/NR	364,815
7,900	State Board of Education, GO, 5.00%, 6/1/38, Ser. D (k)	Aa1/AAA	8,033,589
6,205	State Governmental Utility Auth. Rev., Barefoot Bay Utilities System, 5.00%, 10/1/29 (AMBAC)	NR/NR	6,104,355
5,000	Sumter Landing Community Dev. Dist. Rev., 4.75%, 10/1/35, Ser. A (NPFGC)	Baa1/A	2,857,000
10,000	Tallahassee Rev., 5.00%, 10/1/37 (k)	Aa2/AA	10,059,000
1,500	Winter Springs Water & Sewer Rev., zero coupon, 10/1/29 (FGIC-NPFGC)	NR/A+	557,595
			54,966,080
	Georgia 0.2%		
2,775	Medical Center Hospital Auth. Rev., Spring Harbor Green Island Project, 5.25%, 7/1/37	NR/NR	1,980,157
	Illinois 12.9%		
2,935	Central Lake Cnty. JT Action Water Agcy. Rev., 5.125%, 5/1/28, Ser. A (AMBAC)	Aa3/NR	3,028,450
1,250	Chicago Motor Fuel Tax Rev., 5.00%, 1/1/38, Ser. A Chicago, GO,	Aa2/AAA	1,260,937
10,000	5.00%, 1/1/34, Ser. C (k)	Aa3/AA-	10,080,900
1,635	5.125%, 1/1/29, Ser. A (FGIC-NPFGC)	Aa3/NR	1,637,551
4,065	5.50%, 1/1/40, Ser. C (FGIC-NPFGC)	Aa3/AA-	4,092,032
3,162	Chicago, Lake Shore East, Special Assessment, 6.625%, 12/1/22	NR/NR	2,627,559
6,700	6.75%, 12/1/32	NR/NR	5,245,564
5,000	Cicero, GO, 5.25%, 12/1/31 (NPFGC)	Baa1/A	5,067,850
6,440	Cook Cnty., GO, 5.00%, 11/15/28, Ser. A (FGIC-NPFGC) Finance Auth. Rev., Ser. A,	Aa3/AA	6,465,567
2,500	Christian Homes, Inc., 5.75%, 5/15/31	NR/NR	1,774,275
250	Leafs Hockey Club Project, 6.00%, 3/1/37 (b)	NR/NR	75,128
700	OSF Healthcare Systems, 7.125%, 11/15/37	A2/A	736,680
1,500	Sedgebrook, Inc., 6.00%, 11/15/42	NR/NR	760,485
20,100	Health Facs. Auth. Rev., Elmhurst Memorial Healthcare, 5.625%, 1/1/28	Baa1/NR	18,091,005
68,470	State Sports Facs. Auth. Rev., zero coupon, 6/15/30, (converts to 5.50% on 6/15/10) (AMBAC)	NR/A	65,850,338
4,500	Village of Hillside, Mannheim Redev. Project, Tax Allocation, 6.55%, 1/1/20	NR/NR	3,837,780
2,900	7.00%, 1/1/28	NR/NR	2,302,919

PIMCO Municipal Income Fund II Schedule of Investments

August 31, 2009 (unaudited)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value*
	Indiana 0.3%		
\$1,500	Finance Auth. Rev., Duke Energy Indiana, Inc., 6.00%, 8/1/39, Ser. B	A3/A	\$1,535,910
4,125	Fort Wayne Pollution Control Rev.,		
	General Motors Corp. Project, 6.20%, 10/15/25 (f)	NR/NR	556,875
990	Vigo Cnty. Hospital Auth. Rev., Union Hospital, Inc., 5.80%, 9/1/47 (a)(d)	NR/NR	732,471
			2,825,256
	Iowa 4.0%		
	Finance Auth. Rev.,		
250	Deerfield Retirement Community, Inc., Ser. A,		
	5.50%, 11/15/27	NR/NR	159,042
1,075	5.50%, 11/15/37	NR/NR	615,008
4,500	Edgewater LLC Project, 6.75%, 11/15/42	NR/NR	3,554,235
850	Wedum Walnut Ridge LLC Project, 5.625%, 12/1/45, Ser. A (b)	NR/NR	342,048
46,000	Tobacco Settlement Auth. Rev., 5.60%, 6/1/34, Ser. B	Baa3/BBB	36,440,740
			41,111,073
	Kansas 0.0%		
500	Dev. Finance Auth. Rev., Adventist Health, 5.75%, 11/15/38	A1/A+	512,755