

PIMCO Income Strategy Fund II
Form N-Q
December 21, 2018

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

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANY

Investment Company Act File Number:	811-21601
Registrant Name:	PIMCO Income Strategy Fund II
Address of Principal Executive Offices:	1633 Broadway New York, NY 10019
Name and Address of Agent for Service:	Trent W. Walker 650 Newport Center Drive Newport Beach, CA 92660
Registrant's telephone number, including area code:	(844) 337-4626
Date of Fiscal Year End:	July 31
Date of Reporting Period:	October 31, 2018

Item 1. Schedule of Investments

Schedule of Investments

PIMCO Income Strategy Fund II

October 31, 2018 (Unaudited)

(Amounts in thousands*, except number of shares, contracts and units, if any)

	PRINCIPAL AMOUNT (000S)	MARKET VALUE (000S)
INVESTMENTS IN SECURITIES 124.3% ☒		
LOAN PARTICIPATIONS AND ASSIGNMENTS 4.2%		
Alphabet Holding Co., Inc.		
5.802% (LIBOR03M + 3.500%) due 09/26/2024 ~	\$ 99	\$ 95
Altice France S.A.		
6.280% (LIBOR03M + 4.000%) due 08/14/2026 ~	300	296
Avantor, Inc.		
6.302% (LIBOR03M + 4.000%) due 11/21/2024 ~	50	50
CenturyLink, Inc.		
5.052% (LIBOR03M + 2.750%) due 01/31/2025 ~	349	345
Community Health Systems, Inc.		
5.563% (LIBOR03M + 3.250%) due 01/27/2021 ~	2,343	2,300
Concordia International Corp.		
7.781% (LIBOR03M + 5.500%) due 09/06/2024 ~	1,500	1,474
Diamond Resorts International		
6.052% due 09/02/2023	10	10
Drillship Kithira Owners, Inc.		
8.000% due 09/20/2024 «	103	108
Dubai World		
1.750% - 2.000% (LIBOR03M + 2.000%) due 09/30/2022 ~	496	465
Energizer Holdings, Inc.		
TBD% due 05/18/2019	100	100
Envision Healthcare Corp.		
6.052% (LIBOR03M + 3.750%) due 10/10/2025 ~	500	491
Financial & Risk U.S. Holdings, Inc.		
6.052% (LIBOR03M + 3.750%) due 10/01/2025 ~	600	596
Forbes Energy Services LLC		
9.000% - 14.000% due 04/13/2021	296	299
Forest City Enterprises LP		
TBD% due 10/24/2025	100	101
FrontDoor, Inc.		
4.813% (LIBOR03M + 2.500%) due 08/14/2025 «~	20	20
Frontier Communications Corp.		
6.060% (LIBOR03M + 3.750%) due 06/15/2024 ~	594	576
iHeartCommunications, Inc.		
TBD% due 01/30/2019 ^ ^(e)	10,700	7,782

IRB Holding Corp.			
TBD% due 02/05/2025		860	860
TBD% (LIBOR03M + 3.250%) due 02/05/2025 ~		100	100
Lightstone Generation LLC			
6.052% (LIBOR03M + 3.750%) due 01/30/2024 ~		1,440	1,422
McDermott Technology Americas, Inc.			
7.302% (LIBOR03M + 5.000%) due 05/10/2025 ~		1,053	1,046
Messer Industrie GmbH			
TBD% due 10/01/2025		110	110
MH Sub LLC			
6.030% (LIBOR03M + 3.750%) due 09/13/2024 ~		119	119
Ministry of Finance of Tanzania			
7.825% (LIBOR03M + 5.500%) due 12/10/2019 «~		200	196
Multi Color Corp.			
4.302% (LIBOR03M + 2.000%) due 10/31/2024 ~		17	17
Neiman Marcus Group Ltd.			
5.531% (LIBOR03M + 3.250%) due 10/25/2020 ~		2,618	2,388
Parexel International Corp.			
5.052% (LIBOR03M + 2.750%) due 09/27/2024 ~		99	98
PetSmart, Inc.			
5.280% (LIBOR03M + 3.000%) due 03/11/2022 ~		179	152
Ply Gem Industries, Inc.			
6.175% due 04/12/2025		40	40
Sequa Mezzanine Holdings LLC			
7.389% - 7.408% (LIBOR03M + 5.000%) due 11/28/2021			
«~		227	224
11.520% (LIBOR03M + 9.000%) due 04/28/2022 «~		90	89
Starfruit Finco BV			
3.750% due 10/01/2025	EUR	200	229
5.770% (LIBOR03M + 3.250%) due 10/01/2025 ~	\$	200	200
Syniverse Holdings, Inc.			
7.280% (LIBOR03M + 5.000%) due 03/09/2023 ~		119	120
Traverse Midstream Partners LLC			
6.600% (LIBOR03M + 4.000%) due 09/27/2024 ~		91	92
Verifone Systems, Inc.			
6.322% (LIBOR03M + 4.000%) due 08/20/2025 ~		100	100
Verscend Holding Corp.			
6.802% (LIBOR03M + 4.500%) due 08/27/2025 ~		150	151
West Corp.			
6.302% - 6.527% (LIBOR03M + 4.000%) due 10/10/2024 ~		41	41

Westmoreland Coal Co.			
TBD% due 12/16/2020 ^«(e)		955	382
4.076% - 10.562% (LIBOR03M + 8.250%) due 05/21/2019 ~		1,580	1,612
Total Loan Participations and Assignments			24,896
(Cost \$27,709)			
CORPORATE BONDS & NOTES 56.4%			
BANKING & FINANCE 29.0%			
AGFC Capital Trust			
4.186% (US0003M + 1.750%) due 01/15/2067 ~		1,800	945
Ally Financial, Inc.			
8.000% due 11/01/2031		4,447	5,364
Ambac LSNI LLC			
7.396% due 02/12/2023		483	491
Ardonagh Midco PLC			
8.375% due 07/15/2023	GBP	9,248	11,105
Athene Holding Ltd.			
4.125% due 01/12/2028	\$	54	50
Avolon Holdings Funding Ltd.			
5.500% due 01/15/2023		176	176
AXA Equitable Holdings, Inc.			
4.350% due 04/20/2028		126	121
5.000% due 04/20/2048		74	66
Banco Bilbao Vizcaya Argentaria S.A.			
6.750% due 02/18/2020 (j)(k)	EUR	1,600	1,862
Banco Espirito Santo S.A.			
4.000% due 01/21/2019 ^(e)		8,100	2,798
Banco Santander S.A.			
6.250% due 09/11/2021 (j)(k)		500	582
Barclays Bank PLC			
7.625% due 11/21/2022 (k)	\$	4,400	4,705
Barclays PLC			
3.250% due 01/17/2033	GBP	200	230
6.500% due 09/15/2019 (j)(k)	EUR	3,200	3,737
7.750% due 09/15/2023 (j)(k)	\$	1,000	1,000
7.875% due 09/15/2022 (j)(k)	GBP	415	555
8.000% due 12/15/2020 (j)(k)	EUR	4,100	5,090
Blackstone CQP Holdco LP			
6.000% due 08/18/2021	\$	900	903
6.500% due 03/20/2021		5,000	5,037
Brighthouse Holdings LLC			
6.500% due 07/27/2037 Ø(j)		70	67
Brookfield Finance, Inc.			
3.900% due 01/25/2028		90	84
4.700% due 09/20/2047		200	184
Cantor Fitzgerald LP			
6.500% due 06/17/2022 (n)		8,500	8,944
CBL & Associates LP			

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5.950% due 12/15/2026 (n)		2,308	1,928
Co-operative Group Holdings Ltd.			
7.500% due 07/08/2026 Ø	GBP	4,800	7,162
Cooperatieve Rabobank UA			
6.625% due 06/29/2021 (j)(k)	EUR	1,200	1,496
Credit Agricole S.A.			
7.875% due 01/23/2024 (j)(k)	\$	500	518
Credit Suisse Group AG			
7.500% due 07/17/2023 (j)(k)		200	204
7.500% due 12/11/2023 (j)(k)		7,243	7,561
Emerald Bay S.A.			
0.000% due 10/08/2020 (h)	EUR	1,873	2,013
Equinix, Inc.			
2.875% due 03/15/2024		100	115
2.875% due 02/01/2026		100	111
Flagstar Bancorp, Inc.			
6.125% due 07/15/2021	\$	3,500	3,642
Fortress Transportation & Infrastructure Investors LLC			
6.500% due 10/01/2025		270	266
6.750% due 03/15/2022		334	343
Freedom Mortgage Corp.			
8.250% due 04/15/2025		63	59
GLP Capital LP			
5.250% due 06/01/2025		20	20
GSPA Monetization Trust			
6.422% due 10/09/2029		3,533	3,977
HSBC Bank PLC			
6.330% due 05/18/2023 (c)		5,900	5,904
HSBC Holdings PLC			
5.875% due 09/28/2026 (j)(k)	GBP	200	254
6.000% due 09/29/2023 (j)(k)	EUR	3,530	4,373
6.500% due 03/23/2028 (j)(k)	\$	500	470
Hunt Cos., Inc.			
6.250% due 02/15/2026		26	24
Intrepid Aviation Group Holdings LLC			
8.500% due 08/15/2021		7,450	7,506

iStar, Inc.			
4.625% due 09/15/2020		14	14
5.250% due 09/15/2022		49	48
Jefferies Finance LLC			
6.875% due 04/15/2022 (n)		6,850	6,901
7.375% due 04/01/2020		2,890	2,933
7.500% due 04/15/2021		347	350
Kennedy-Wilson, Inc.			
5.875% due 04/01/2024		68	66
Lloyds Banking Group PLC			
7.500% due 09/27/2025 (j)(k)		300	302
7.625% due 06/27/2023 (j)(k)	GBP	2,300	3,127
7.875% due 06/27/2029 (j)(k)		250	357
LoanCore Capital Markets LLC			
6.875% due 06/01/2020	\$	200	202
Meiji Yasuda Life Insurance Co.			
5.100% due 04/26/2048		200	199
MetLife, Inc.			
5.875% due 03/15/2028 (j)		8	8
Nationstar Mortgage LLC			
6.500% due 07/01/2021		730	731
Nationwide Building Society			
10.250% ~ (j)	GBP	35	6,646
Navient Corp.			
4.875% due 06/17/2019	\$	500	503
5.625% due 08/01/2033		48	39
6.500% due 06/15/2022		80	82
Oppenheimer Holdings, Inc.			
6.750% due 07/01/2022		1,616	1,636
Provident Funding Associates LP			
6.375% due 06/15/2025		26	26
Royal Bank of Scotland Group PLC			
7.500% due 08/10/2020 (j)(k)(n)		3,080	3,139
8.000% due 08/10/2025 (j)(k)(n)		5,190	5,368
8.625% due 08/15/2021 (j)(k)		2,700	2,845
Santander UK Group Holdings PLC			
6.750% due 06/24/2024 (j)(k)	GBP	2,025	2,649
7.375% due 06/24/2022 (j)(k)		4,100	5,458
Societe Generale S.A.			
6.750% due 04/06/2028 (j)(k)	\$	200	177
7.375% due 10/04/2023 (j)(k)		600	584
Spirit Realty LP			
4.450% due 09/15/2026 (n)		1,500	1,425
Springleaf Finance Corp.			
5.625% due 03/15/2023		1,200	1,170
6.125% due 05/15/2022		674	681
6.875% due 03/15/2025		104	100
8.250% due 10/01/2023		180	194
Tesco Property Finance PLC			

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5.411% due 07/13/2044	GBP	4,347	6,355
6.052% due 10/13/2039		2,522	3,879
TP ICAP PLC			
5.250% due 01/26/2024		2,980	3,656
Unigel Luxembourg S.A.			
10.500% due 01/22/2024	\$	570	587
Unique Pub Finance Co. PLC			
5.659% due 06/30/2027	GBP	3,539	4,999
6.542% due 03/30/2021		814	1,092
WeWork Cos., Inc.			
7.875% due 05/01/2025	\$	74	68
			170,638

INDUSTRIALS 21.0%

Air Canada Pass-Through Trust			
3.700% due 07/15/2027		24	23
Altice Financing S.A.			
6.625% due 02/15/2023		700	695
7.500% due 05/15/2026 (n)		3,200	3,016
Altice France S.A.			
7.375% due 05/01/2026 (n)		5,564	5,362
Altice Luxembourg S.A.			
7.250% due 05/15/2022	EUR	300	333
Associated Materials LLC			
9.000% due 01/01/2024	\$	788	797
Baffinland Iron Mines Corp.			
8.750% due 07/15/2026		1,300	1,313
Caesars Resort Collection LLC			
5.250% due 10/15/2025		8	7
Charles River Laboratories International, Inc.			
5.500% due 04/01/2026		20	20
Charter Communications Operating LLC			
4.200% due 03/15/2028		137	129
Chesapeake Energy Corp.			
5.686% (US0003M + 3.250%) due 04/15/2019 ~		134	135

Clear Channel Worldwide Holdings, Inc.		
6.500% due 11/15/2022	650	663
7.625% due 03/15/2020	3,550	3,559
Cleveland-Cliffs, Inc.		
4.875% due 01/15/2024	34	33
Community Health Systems, Inc.		
5.125% due 08/01/2021 (n)	3,556	3,387
6.250% due 03/31/2023 (n)	7,679	7,091
8.625% due 01/15/2024	427	433
CSN Islands Corp.		
6.875% due 09/21/2019 (n)	200	200
CSN Resources S.A.		
6.500% due 07/21/2020	1,364	1,333
Diamond Resorts International, Inc.		
7.750% due 09/01/2023	40	41
10.750% due 09/01/2024	2,500	2,456
DriveTime Automotive Group, Inc.		
8.000% due 06/01/2021	800	824
Envision Healthcare Corp.		
8.750% due 10/15/2026	4,900	4,765
Exela Intermediate LLC		
10.000% due 07/15/2023	120	125
Ferroglobe PLC		
9.375% due 03/01/2022	1,500	1,573
First Quantum Minerals Ltd.		
6.500% due 03/01/2024	1,452	1,272
6.875% due 03/01/2026	1,600	1,388
7.000% due 02/15/2021	598	586
Ford Motor Co.		
7.700% due 05/15/2097 (n)	9,770	10,380
Fresh Market, Inc.		
9.750% due 05/01/2023	7,590	5,579
Frontdoor, Inc.		
6.750% due 08/15/2026	70	72
Frontier Finance PLC		
8.000% due 03/23/2022	GBP 4,600	5,911
Full House Resorts, Inc.		
8.575% due 01/31/2024 «	\$ 297	281
General Electric Co.		
5.000% due 01/21/2021 (j)	281	260
HCA, Inc.		
4.500% due 02/15/2027	940	917
7.500% due 11/15/2095	1,200	1,197
Hilton Domestic Operating Co., Inc.		
5.125% due 05/01/2026	135	132
iHeartCommunications, Inc.		
9.000% due 12/15/2019 ^(e)	1,243	901
9.000% due 03/01/2021 ^(e)	3,144	2,287
9.000% due 09/15/2022 ^(e)	3,450	2,501

Intelsat Connect Finance S.A.		
9.500% due 02/15/2023	52	50
Intelsat Jackson Holdings S.A.		
7.500% due 04/01/2021	175	177
8.000% due 02/15/2024	11	12
8.500% due 10/15/2024	217	213
9.750% due 07/15/2025	120	126
Intelsat Luxembourg S.A.		
7.750% due 06/01/2021	6,892	6,547
8.125% due 06/01/2023	7,535	6,368
International Game Technology PLC		
6.250% due 01/15/2027	610	604
Kinder Morgan, Inc.		
7.800% due 08/01/2031 (n)	3,500	4,258
Mallinckrodt International Finance S.A.		
5.500% due 04/15/2025	50	41
Marriott Ownership Resorts, Inc.		
6.500% due 09/15/2026	98	99
Metinvest BV		
8.500% due 04/23/2026	1,000	955
Netflix, Inc.		
4.625% due 05/15/2029	EUR 200	228
New Albertson's LP		
6.570% due 02/23/2028	\$ 6,800	4,794
Odebrecht Oil & Gas Finance Ltd.		
0.000% due 11/30/2018 (h)(j)	401	9
0.000% due 12/03/2018 (h)(j)	700	15
Ortho-Clinical Diagnostics, Inc.		
6.625% due 05/15/2022	350	336
Pacific Drilling First Lien Escrow Issuer Ltd.		
8.375% due 10/01/2023	280	285
Park Aerospace Holdings Ltd.		
3.625% due 03/15/2021	82	79
4.500% due 03/15/2023	163	155
5.250% due 08/15/2022	13	13
5.500% due 02/15/2024	36	36

Pelabuhan Indonesia Persero PT			
4.500% due 05/02/2023		200	195
Petroleos Mexicanos			
6.500% due 03/13/2027		190	185
6.750% due 09/21/2047		50	43
PetSmart, Inc.			
5.875% due 06/01/2025		112	88
Platin GmbH			
6.875% due 06/15/2023	EUR	400	452
Prime Security Services Borrower LLC			
9.250% due 05/15/2023	\$	1,310	1,388
QVC, Inc.			
5.950% due 03/15/2043		4,515	4,041
Radiate Holdco LLC			
6.875% due 02/15/2023		70	68
Refinitiv U.S. Holdings, Inc.			
4.500% due 05/15/2026	EUR	200	227
6.250% due 05/15/2026	\$	160	159
Rockpoint Gas Storage Canada Ltd.			
7.000% due 03/31/2023		8	8
Russian Railways via RZD Capital PLC			
7.487% due 03/25/2031	GBP	1,300	1,956
Sabine Pass Liquefaction LLC			
5.875% due 06/30/2026 (n)	\$	2,500	2,658
Safeway, Inc.			
7.250% due 02/01/2031		245	243
Sands China Ltd.			
4.600% due 08/08/2023		200	198
5.125% due 08/08/2025		200	196
5.400% due 08/08/2028		400	383
Shelf Drilling Holdings Ltd.			
8.250% due 02/15/2025		37	37
SoftBank Group Corp.			
4.000% due 04/20/2023	EUR	4,800	5,655
Spirit Issuer PLC			
3.500% (BP0003M + 2.700%) due 12/28/2031 ~	GBP	1,000	1,259
6.582% due 03/28/2025		450	583
Sunoco LP			
4.875% due 01/15/2023	\$	66	64
T-Mobile USA, Inc.			
4.750% due 02/01/2028		20	19
Telenet Finance Luxembourg Notes SARL			
5.500% due 03/01/2028		200	187
Teva Pharmaceutical Finance Netherlands BV			
3.250% due 04/15/2022	EUR	300	351
Transocean Pontus Ltd.			
6.125% due 08/01/2025	\$	152	151
Triumph Group, Inc.			
4.875% due 04/01/2021		111	105

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5.250% due 06/01/2022		25	23
United Group BV			
4.375% due 07/01/2022	EUR	100	117
4.875% due 07/01/2024		100	117
Univision Communications, Inc.			
5.125% due 05/15/2023	\$	95	90
5.125% due 02/15/2025		516	473
UPCB Finance Ltd.			
3.625% due 06/15/2029	EUR	190	213
Verscend Escrow Corp.			
9.750% due 08/15/2026	\$	1,210	1,216
ViaSat, Inc.			
5.625% due 09/15/2025		94	88
VOC Escrow Ltd.			
5.000% due 02/15/2028		55	52
WellCare Health Plans, Inc.			
5.375% due 08/15/2026		82	82
Westmoreland Coal Co.			
8.750% due 01/01/2022 ^(e)		6,130	2,421
Wind Tre SpA			
2.625% due 01/20/2023	EUR	200	211
2.750% due 01/20/2024		200	210
3.125% due 01/20/2025		200	207
			123,796

UTILITIES 6.4%

AT&T, Inc.			
4.900% due 08/15/2037	\$	366	337
5.450% due 03/01/2047		60	57
DTEK Finance PLC (10.750% Cash or 10.750% PIK)			
10.750% due 12/31/2024 (d)		2,841	2,915
Gazprom Neft OAO Via GPN Capital S.A.			
6.000% due 11/27/2023 (n)		9,600	9,921
Northwestern Bell Telephone			
7.750% due 05/01/2030		12,625	13,443

Odebrecht Drilling Norbe Ltd.		
6.350% due 12/01/2021		113 111
Odebrecht Drilling Norbe Ltd. (6.350% Cash or 7.350% PIK)		
7.350% due 12/01/2026 (d)		216 134
Odebrecht Offshore Drilling Finance Ltd.		
6.720% due 12/01/2022		1,866 1,792
Odebrecht Offshore Drilling Finance Ltd. (6.720% Cash or 7.720% PIK)		
7.720% due 12/01/2026 (d)		6,454 2,000
Petrobras Global Finance BV		
5.999% due 01/27/2028		2,312 2,199
6.125% due 01/17/2022		159 165
6.625% due 01/16/2034	GBP	100 129
7.375% due 01/17/2027	\$	772 803
Rio Oil Finance Trust		
8.200% due 04/06/2028		250 261
9.250% due 07/06/2024		2,406 2,578
9.750% due 01/06/2027		568 617
		37,462
Total Corporate Bonds & Notes (Cost \$341,097)		331,896
CONVERTIBLE BONDS & NOTES 0.8%		
INDUSTRIALS 0.8%		
Caesars Entertainment Corp.		
5.000% due 10/01/2024		1,066 1,525
DISH Network Corp.		
3.375% due 08/15/2026		3,400 3,038
Total Convertible Bonds & Notes (Cost \$5,389)		4,563
MUNICIPAL BONDS & NOTES 7.6%		
CALIFORNIA 1.2%		
Riverside County, California Redevelopment Successor Agency Tax Allocation Bonds, Series 2010		
7.500% due 10/01/2030		1,200 1,297
San Francisco, California City & County Redevelopment Agency Tax Allocation Bonds, Series 2009		
8.406% due 08/01/2039		1,650 2,362
Stockton Public Financing Authority, California Revenue Bonds, (BABs), Series 2009		
7.942% due 10/01/2038		3,500 3,638
		7,297

ILLINOIS 0.1%**Chicago, Illinois General Obligation Bonds, Series 2015**

7.375% due 01/01/2033	180	195
7.750% due 01/01/2042	330	350

Illinois State General Obligation Bonds, (BABs), Series 2010

6.725% due 04/01/2035	35	37
7.350% due 07/01/2035	20	22

Illinois State General Obligation Bonds, Series 2003

5.100% due 06/01/2033	280	264
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868

OHIO 3.7%**Ohio State University Revenue Bonds, Series 2011**

4.800% due 06/01/2111	21,000	21,483
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VIRGINIA 0.1%**Tobacco Settlement Financing Corp., Virginia Revenue Bonds, Series 2007**

6.706% due 06/01/2046	820	802
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WEST VIRGINIA 2.5%**Tobacco Settlement Finance Authority, West Virginia Revenue Bonds, Series 2007**

0.000% due 06/01/2047 (h)	45,700	2,627
7.467% due 06/01/2047	12,070	11,859

14,486

Total Municipal Bonds & Notes
(Cost \$39,027)

44,936

U.S. GOVERNMENT AGENCIES 3.0%**Fannie Mae**

3.500% due 02/25/2042 (a)	892	111
3.969% due 01/25/2040 (a)	325	41
4.500% due 11/25/2042 (a)	2,348	374

Freddie Mac

0.000% due 02/25/2046 (b)(h)	6,583	5,596
0.100% due 02/25/2046 (a)	82,150	136
3.000% due 02/15/2033 (a)	1,956	209
3.500% due 12/15/2032 (a)	3,264	483
5.984% due 09/15/2035	776	750

6.139% due 11/25/2055 <<~	8,629	5,183
9.831% due 12/25/2027	2,888	3,571
13.037% due 03/25/2025	728	1,005
Ginnie Mae		
3.500% due 06/20/2042 - 10/20/2042 (a)	699	104
4.000% due 10/16/2042 - 10/20/2042 (a)	429	61
Total U.S. Government Agencies (Cost \$16,733)		17,624

NON-AGENCY MORTGAGE-BACKED SECURITIES**20.0%**

Banc of America Alternative Loan Trust		
6.000% due 01/25/2036 ^	100	97
Banc of America Funding Corp.		
6.000% due 01/25/2037	6,086	5,761
Banc of America Funding Trust		
4.028% due 01/20/2047 ^~	1,131	1,086
BCAP LLC Trust		
3.786% due 05/26/2036 ~	16	0
3.791% due 08/26/2037 ~	13,783	10,366
3.825% due 07/26/2037 ~	9,180	8,277
3.847% due 08/28/2037 ~	7,216	7,032
4.926% due 09/26/2036 ~	5,154	5,036
4.926% due 03/26/2037 Ø	839	873
5.750% due 12/26/2035 ~	4,005	3,739
6.250% due 11/26/2036	4,373	3,757
8.315% due 05/26/2037 ~	1,713	750
19.912% due 06/26/2036 ~	392	205
Bear Stearns ALT-A Trust		
2.781% due 01/25/2036 ^	1,320	1,344
3.921% due 11/25/2036 ^~	426	359
3.954% due 09/25/2047 ^~	6,244	5,131
4.232% due 11/25/2035 ~	6,471	5,699
4.259% due 09/25/2035 ^~	579	443
CD Mortgage Trust		
5.688% due 10/15/2048	2,147	1,105
Chase Mortgage Finance Trust		
3.635% due 12/25/2035 ^~	9	8
5.500% due 05/25/2036 ^	21	18
Citicorp Mortgage Securities Trust		
5.500% due 04/25/2037	115	115
6.000% due 09/25/2037	1,112	1,141
Commercial Mortgage Loan Trust		
6.051% due 12/10/2049 ~	2,127	1,308
Countrywide Alternative Loan Resecuritization Trust		
6.000% due 05/25/2036 ^	2,524	2,080
6.000% due 08/25/2037 ^~	1,137	876
Countrywide Alternative Loan Trust		

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3.807% due 04/25/2036 ^~		1,218	1,116
5.500% due 03/25/2035		300	224
5.500% due 01/25/2036		637	561
5.750% due 01/25/2035		341	340
5.750% due 02/25/2035		382	368
5.750% due 12/25/2036 ^		818	579
6.000% due 02/25/2035		412	399
6.000% due 04/25/2036		568	431
6.000% due 04/25/2037 ^		1,861	1,340
6.250% due 11/25/2036 ^		809	706
6.250% due 12/25/2036 ^		595	446
6.500% due 08/25/2036 ^		503	324
Countrywide Home Loan Mortgage Pass-Through Trust			
2.861% due 03/25/2035 ^		4,876	4,438
6.000% due 07/25/2037		1,692	1,338
6.250% due 09/25/2036 ^		579	449
Credit Suisse First Boston Mortgage-Backed Pass-through Certificates			
6.000% due 11/25/2035 ^		448	377
Credit Suisse Mortgage Capital Certificates			
4.261% due 10/26/2036 ~		7,462	5,066
Credit Suisse Mortgage Capital Mortgage-Backed Trust			
5.750% due 04/25/2036 ^		167	129
Epic Drummond Ltd.			
0.000% due 01/25/2022	EUR	137	154
First Horizon Mortgage Pass-Through Trust			
4.024% due 05/25/2037 ^~	\$	334	277
4.875% due 11/25/2035 ^~		197	175
GS Mortgage Securities Trust			
5.622% due 11/10/2039		972	839
IndyMac Mortgage Loan Trust			
6.500% due 07/25/2037 ^		3,508	2,234
JPMorgan Alternative Loan Trust			
3.537% due 03/25/2037 ^~		1,062	1,014
3.725% due 03/25/2036 ^~		2,020	1,897
3.870% due 05/25/2036 ^~		1,791	1,451
JPMorgan Chase Commercial Mortgage Securities Trust			
5.623% due 05/12/2045		1,127	913
JPMorgan Mortgage Trust			
3.725% due 02/25/2036 ^~		357	302

4.316% due 10/25/2035 ~	276	269
6.500% due 09/25/2035	108	104
LB-UBS Commercial Mortgage Trust		
5.407% due 11/15/2038	856	661
5.562% due 02/15/2040 ~	629	408
Lehman Mortgage Trust		
6.000% due 07/25/2037 ^	902	853
6.500% due 09/25/2037 ^	2,346	1,506
Lehman XS Trust		
2.501% due 06/25/2047	2,038	1,853
MASTR Asset Securitization Trust		
6.500% due 11/25/2037 ^	496	314
Merrill Lynch Mortgage Investors Trust		
3.554% due 03/25/2036 ^~	1,876	1,429
Morgan Stanley Capital Trust		
6.123% due 06/11/2049 ~	460	463
Nomura Asset Acceptance Corp. Alternative Loan Trust		
4.976% due 05/25/2035 ^Ø	12	9
Residential Accredited Loans, Inc. Trust		
4.807% due 12/26/2034 ^~	1,067	836
6.000% due 08/25/2036 ^	348	315
Residential Asset Securitization Trust		
5.750% due 02/25/2036 ^	1,111	813
6.000% due 07/25/2037 ^	1,499	1,002
6.250% due 09/25/2037 ^	2,756	1,869
Residential Funding Mortgage Securities, Inc. Trust		
4.686% due 09/25/2035 ~	632	504
4.967% due 08/25/2036 ^~	1,077	1,016
Structured Adjustable Rate Mortgage Loan Trust		
3.752% due 11/25/2036 ^~	2,498	2,381
3.896% due 01/25/2036 ^~	2,304	1,758
4.239% due 07/25/2036 ^~	481	387
Suntrust Adjustable Rate Mortgage Loan Trust		
3.753% due 02/25/2037 ^~	280	253
WaMu Mortgage Pass-Through Certificates Trust		
3.473% due 02/25/2037 ^~	582	566
3.642% due 05/25/2037 ^~	1,394	1,332
3.803% due 10/25/2036 ^~	857	787
3.888% due 07/25/2037 ^~	953	887
Wells Fargo Mortgage-Backed Securities Trust		
3.920% due 07/25/2036 ^~	266	270
5.750% due 03/25/2037 ^	229	225
Total Non-Agency Mortgage-Backed Securities		117,563
(Cost \$106,843)		
ASSET-BACKED SECURITIES 20.3%		
Adagio CLO DAC		
0.000% due 04/30/2031 ~	EUR	1,800
		1,677

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Airspeed Ltd.			
2.550% due 06/15/2032	\$	2,866	2,757
Apidos CLO			
0.000% due 07/22/2026 ~		1,500	0
0.000% due 01/20/2031 ~		4,500	4,088
Argent Securities Trust			
2.471% due 03/25/2036		3,844	2,362
Bear Stearns Asset-Backed Securities Trust			
2.421% due 10/25/2036 ^		4,805	5,101
6.500% due 10/25/2036 ^		346	266
Belle Haven ABS CDO Ltd.			
2.658% due 07/05/2046		180,259	685
Chrysler Capital Auto Receivables Trust			
0.000% due 01/16/2023 <<(h)		7	3,494
CIFC Funding Ltd.			
0.000% due 05/24/2026 ~		2,400	1,548
0.000% due 07/22/2026 ~		1,500	823
Citigroup Mortgage Loan Trust			
2.437% due 12/25/2036		15,490	8,096
2.447% due 12/25/2036		3,986	2,641
Cork Street CLO Designated Activity Co.			
0.000% due 11/27/2028 ~	EUR	2,366	2,805
3.600% due 11/27/2028		1,062	1,206
4.500% due 11/27/2028		929	1,056
6.200% due 11/27/2028		1,150	1,307
Countrywide Asset-Backed Certificates			
2.421% due 12/25/2046	\$	13,762	12,428
2.421% due 06/25/2047 ^		1,604	1,479
2.451% due 03/25/2037		1,754	1,697
2.481% due 06/25/2047		10,131	8,992
Countrywide Asset-Backed Certificates Trust			
3.031% due 11/25/2035		4,008	4,143
Flagship Credit Auto Trust			
0.000% due 05/15/2025 <<(h)		8	1,776
Fremont Home Loan Trust			
2.431% due 01/25/2037		14,470	8,470
Grosvenor Place CLO BV			
0.000% due 04/30/2029 ~	EUR	500	424

Home Equity Mortgage Loan Asset-Backed Trust			
2.441% due 07/25/2037	\$	3,145	2,069
HSI Asset Securitization Corp. Trust			
0.000% due 10/25/2036 (h)		3,196	1,280
Lehman XS Trust			
6.290% due 06/24/2046 Ø		2,918	2,901
Long Beach Mortgage Loan Trust			
2.581% due 01/25/2036		4,572	4,123
Merrill Lynch Mortgage Investors Trust			
2.441% due 04/25/2037		542	345
Morgan Stanley Mortgage Loan Trust			
6.250% due 07/25/2047 ^~		680	474
SLM Student Loan EDC Repackaging Trust			
0.000% due 10/28/2029 «(h)		1	1,300
SLM Student Loan Trust			
0.000% due 01/25/2042 «(h)		4	2,533
SMB Private Education Loan Trust			
0.000% due 09/18/2046 «(h)		1	1,707
SoFi Professional Loan Program LLC			
0.000% due 05/25/2040 (h)		4,400	2,376
0.000% due 07/25/2040 «(h)		21	1,268
0.000% due 09/25/2040 (h)		1,758	1,131
South Coast Funding Ltd.			
2.941% due 08/10/2038		12,251	2,451
Taberna Preferred Funding Ltd.			
2.701% due 12/05/2036		5,113	4,602
2.721% due 08/05/2036 ^		8,177	7,421
2.721% due 08/05/2036		414	376
2.878% due 07/05/2035		3,794	3,604
Total Asset-Backed Securities			119,282
(Cost \$116,753)			

SOVEREIGN ISSUES 3.7%

Argentina Government International Bond			
2.260% due 12/31/2038 Ø	EUR	3,270	2,084
3.375% due 01/15/2023		200	190
5.250% due 01/15/2028		200	175
6.250% due 11/09/2047		100	84
7.820% due 12/31/2033		9,789	10,050
41.328% (BADLARPP) due 10/04/2022 ~	ARS	58	3
49.933% (BADLARPP + 3.250%) due 03/01/2020 ~		1,200	36
50.575% (BADLARPP + 2.500%) due 03/11/2019 ~(a)		3,394	102
52.756% (BADLARPP + 2.000%) due 04/03/2022 ~(a)		63,442	1,826
67.491% (ARLLMONP) due 06/21/2020 ~(a)		113,628	3,835
Autonomous Community of Catalonia			
4.900% due 09/15/2021	EUR	1,500	1,829
Peru Government International Bond			
6.350% due 08/12/2028	PEN	2,800	861

Republic of Greece Government International Bond			
4.750% due 04/17/2019	EUR	300	346
Venezuela Government International Bond			
6.000% due 12/09/2020 ^{^(e)}	\$	248	62
8.250% due 10/13/2024 ^{^(e)}		28	7
9.250% due 09/15/2027 ^{^(e)}		315	81
Total Sovereign Issues			21,571
(Cost \$28,638)			

SHARES

COMMON STOCKS 1.3%			
CONSUMER DISCRETIONARY 0.7%			
Caesars Entertainment Corp. (f)		486,164	4,176
ENERGY 0.0%			
Forbes Energy Services Ltd. (f)(l)		21,825	110
FINANCIALS 0.6%			
Ardonagh Group Ltd. «(l)		2,072,442	3,338
Total Common Stocks			7,624
(Cost \$9,214)			
WARRANTS 0.0%			
INDUSTRIALS 0.0%			
Sequa Corp. - Exp. 04/28/2024 «		819,000	69
Total Warrants			69
(Cost \$0)			

Net Assets Applicable to Common Shareholders 100.0%	\$	588,220
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Notes to Schedule of Investments:

- * A zero balance may reflect actual amounts rounding to less than one thousand.
- ✕ The geographical classification of foreign (non-U.S.) securities in this report, if any, are classified by the country of incorporation of a holding. In certain instances, a security's country of incorporation may be different from its country of economic exposure.
- ^ Security is in default.
- « Security valued using significant unobservable inputs (Level 3).

All or a portion of this amount represent unfunded loan commitments. The interest rate for the unfunded portion will be determined at the time of funding.

- ~ Variable or Floating rate security. Rate shown is the rate in effect as of period end. Certain variable rate securities are not based on a published reference rate and spread, rather are determined by the issuer or agent and are based on current market conditions. Reference rate is as of reset date, which may vary by security. These securities may not indicate a reference rate and/or spread in their description.

Rate shown is the rate in effect as of period end. The rate may be based on a fixed rate, a capped rate or a floor rate and may convert to a variable or floating rate in the future. These securities do not indicate a reference rate and spread in their description.

- Ø Coupon represents a rate which changes periodically based on a predetermined schedule or event. Rate shown is the rate in effect as of period end.

(a) Interest only security.

(b) Principal only security.

(c) When-issued security.

(d) Payment in-kind security.

(e) Security is not accruing income as of the date of this report.

(f) Security did not produce income within the last twelve months.

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

(h) Zero coupon security.

(i) Coupon represents a yield to maturity.

(j) Perpetual maturity; date shown, if applicable, represents next contractual call date.

(k) Contingent convertible security.

(l) Restricted Securities:

Issuer Description	Acquisition Date	Cost	Market Value	Market Value as Percentage of Net Assets Applicable to Common Shareholders
Ardonagh Group Ltd.	04/02/2015 - 07/20/2017	\$ 2,776	\$ 3,338	0.57%
Forbes Energy Services Ltd.	10/09/2014 - 12/03/2014	944	110	0.02
		\$ 3,720	\$ 3,448	0.59%

Borrowings and Other Financing Transactions

(m) Repurchase Agreements:

Counterparty	Lending Rate	Settlement Date	Maturity Date	Principal Amount	Collateralized By	Collateral Agreements, (Received)	Repurchase Agreements, at Value	Repurchase Proceeds, to be Received
C	1.750%	10/31/2018	11/01/2018	\$ 2,589	U.S. Treasury Notes 2.375% due 04/15/2021	\$ (2,641)	\$ 2,589	\$ 2,589
C	2.290	10/31/2018	11/01/2018	8,800	U.S. Treasury Notes 1.875% due 10/31/2022	(9,090)	8,800	8,800
Total Repurchase Agreements						\$ (11,731)	\$ 11,389	\$ 11,389

Reverse Repurchase Agreements:

Counterparty	Borrowing Rate ⁽²⁾	Settlement Date	Maturity Date	Amount Borrowed ⁽²⁾	Payable for Reverse Repurchase Agreements
BCY	0.000%	10/04/2018	TBD ⁽³⁾	\$ (747)	\$ (747)
	1.200	09/27/2018	TBD ⁽³⁾	(1,241)	(1,242)
BPS	2.550	09/04/2018	12/04/2018	(5,033)	(5,054)
BRC	0.250	07/26/2018	TBD ⁽³⁾	(203)	(203)
CIW	2.610	11/02/2018	11/30/2018	(3,521)	(3,521)
	2.650	10/05/2018	11/02/2018	(3,636)	(3,643)
JML	2.800	10/01/2018	TBD ⁽³⁾	(8,074)	(8,094)
NOM	2.950	10/18/2018	11/19/2018	(4,199)	(4,204)
	2.950	10/25/2018	11/19/2018	(2,161)	(2,162)
RBC	2.920	08/07/2018	02/07/2019	(2,389)	(2,406)
	2.970	08/07/2018	02/07/2019	(6,064)	(6,107)
RDR	2.530	09/12/2018	12/12/2018	(3,694)	(3,707)
SOG	2.960	10/10/2018	01/10/2019	(5,158)	(5,167)
UBS	2.610	10/09/2018	01/09/2019	(5,574)	(5,583)
	2.740	09/10/2018	03/11/2019	(6,931)	(6,958)
	2.760	08/31/2018	12/03/2018	(2,719)	(2,732)
	2.780	08/14/2018	11/14/2018	(4,748)	(4,777)
Total Reverse Repurchase Agreements					\$ (66,307)

(n) Securities with an aggregate market value of \$68,437 have been pledged as collateral under the terms of master agreements as of October 31, 2018.

(1) Includes accrued interest.

(2) The average amount of borrowings outstanding during the period ended October 31, 2018 was \$(57,340) at a weighted average interest rate of 2.616%. Average borrowings may include sale-buyback transactions and reverse repurchase agreements, if held during the period.

(3) Open maturity reverse repurchase agreement.

(o) Financial Derivative Instruments: Exchange-Traded or Centrally Cleared Swap Agreements:**Credit Default Swaps on Corporate Issues - Sell Protection ⁽¹⁾**

Reference Entity	Fixed Receive Rate	Payment Frequency	Maturity Date	Implied Credit Spread at October 31, 2018	Notional Amount	Premiums		Unrealized Market Value ⁽⁴⁾		Variation Margin	
						Paid/Received	Appreciation/Depreciation	Asset	Liability		
Frontier Communications Corp.	5.000%	Quarterly	06/20/2020	10.700%	\$ 6,500	\$ (214)	\$ (277)	\$ (491)	\$ 0	\$ (9)	\$ 0

Credit Default Swaps on Credit Indices - Sell Protection ⁽¹⁾

Index/Tranches	Fixed Receive Rate	Payment Frequency	Maturity Date	Notional Amount	Premiums		Unrealized Market Value ⁽⁴⁾		Variation Margin ⁽⁵⁾	
					Paid/Received	Appreciation/Depreciation	Asset	Liability		
CDX.HY-30 5-Year Index	5.000%	Quarterly	06/20/2023	\$ 2,900	\$ 170	\$ 23	\$ 193	\$ 8	\$ 0	\$ 0
CDX.HY-31 5-Year Index	5.000	Quarterly	12/20/2023	2,200	109	21	130	4	0	0
					\$ 279	\$ 44	\$ 323	\$ 12	\$ 0	\$ 0

Interest Rate Swaps

Floating Rate Index	Fixed Rate	Payment Frequency	Maturity Date	Notional Amount	Premiums		Unrealized Market Value		Variation Margin	
					Paid/Received	Appreciation/Depreciation	Asset	Liability		
3-Month USD-LIBOR	2.750%	Semi-Annual	12/19/2023	\$ 154,800	\$ (1,337)	\$ (1,620)	\$ (2,957)	\$ 0	\$ 0	\$ 0
3-Month USD-LIBOR	2.750	Semi-Annual	06/17/2025	149,020	9,092	(11,752)	(2,660)	0	0	0
3-Month USD-LIBOR	2.250	Semi-Annual	06/15/2026	26,800	1,267	(2,831)	(1,564)	0	0	0
3-Month USD-LIBOR	2.500	Semi-Annual	12/20/2027	49,000	343	(2,864)	(2,521)	0	0	0
3-Month USD-LIBOR	3.500	Semi-Annual	06/19/2044	201,500	(6,573)	14,900	8,327	0	0	0
3-Month USD-LIBOR	2.500	Semi-Annual	06/20/2048	311,400	13,270	34,778	48,048	2,175	0	0
3-Month USD-LIBOR	3.000	Semi-Annual	12/19/2048	17,000	0	1,082	1,082	131	0	0
6-Month AUD-BBR-BBSW	3.000	Semi-Annual	12/17/2019	AUD 12,900	185	(66)	119	0	0	0
6-Month AUD-BBR-BBSW	3.500	Semi-Annual	06/17/2025	8,100	201	154	355	0	0	0
6-Month EUR-EURIBOR	1.250	Annual	12/19/2028	EUR 2,100	(36)	(25)	(61)	1	0	0
6-Month EUR-EURIBOR	1.000	Annual	03/20/2029	13,100	54	6	60	10	0	0
6-Month GBP-LIBOR	1.500	Semi-Annual	03/20/2029	GBP 24,000	413	(10)	403	174	0	0

6-Month GBP-LIBOR	1.750	Semi-Annual	03/20/2049	900	(6)	(1)	(7)	12
					\$ 16,873	\$ 31,751	\$ 48,624	\$ 2,503
Agreements					\$ 16,938	\$ 31,518	\$ 48,456	\$ 2,515

Cash of \$13,406 has been pledged as collateral for exchange-traded and centrally cleared financial derivative instruments as of October 31, 2018.

- (1) *If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash, securities or other deliverable obligations equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.*
- (2) *Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements on corporate issues as of period end serve as indicators of the current status of the payment/performance risk and represent the likelihood or risk of default for the credit derivative. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to be made to enter into the agreement. Wider credit spreads represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.*
- (3) *The maximum potential amount the Fund could be required to pay as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.*
- (4) *The prices and resulting values for credit default swap agreements serve as indicators of the current status of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement be closed/sold as of the period end. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced indices' credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.*
- (5) *Unsettled variation margin asset of \$1 for closed swap agreements is outstanding at period end.*
- (6) *This instrument has a forward starting effective date.*

(p) Financial Derivative Instruments: Over the Counter
Forward Foreign Currency Contracts:

Counterparty	Settlement Month	Currency to be Delivered	Unrealized Appreciation/(Depreciation)			
			Currency to be Received	Asset	Liability	
BOA	11/2018	ARS	8,475	\$ 230	\$ 0	\$ (6)
	11/2018	GBP	2,447	3,182	54	0
	11/2018	\$	230	ARS 8,475	6	0
BPS	01/2019	ARS	8,475	\$ 208	0	(7)
	11/2018		3,707	101	0	(3)
	11/2018	EUR	50,918	60,112	2,440	0
	11/2018	\$	176	ARS 7,191	22	0
BRC	11/2018		5,856	MXN 113,206	0	(291)
	12/2018	PEN	3,236	\$ 972	14	0
	11/2018	\$	368	ARS 14,495	30	0
	11/2018	ARS	22,248	\$ 536	0	(72)
CBK	11/2018	GBP	2,356	3,038	26	0
	11/2018	\$	215	ARS 8,480	21	0
	11/2018		589	GBP 462	1	0
	01/2019		293	ARS 11,963	11	0
DUB	12/2018		68	2,884	8	0
FBF	01/2019		845	RUB 57,213	15	0
GLM	11/2018		1,318	EUR 1,159	0	(5)
HUS	12/2018		17	ARS 726	2	0
JPM	11/2018	GBP	52,145	\$ 68,789	2,137	0
	01/2019	\$	52	ARS 1,973	0	(2)
MSB	11/2018	ARS	8,517	\$ 200	0	(38)
	11/2018	\$	231	ARS 8,517	6	0
NGF	11/2018		28	1,088	2	0
	12/2018		243	9,885	18	(1)
SCX	11/2018	AUD	583	\$ 421	8	0
	11/2018	\$	57,959	EUR 50,918	0	(287)
	12/2018	EUR	50,918	\$ 58,105	289	0
SOG	11/2018	\$	73,129	GBP 56,948	0	(338)
	12/2018	GBP	56,948	\$ 73,231	338	0
TOR	12/2018	\$	1,317	EUR 1,159	0	(1)
UAG	11/2018		5,422	RUB 347,928	0	(148)
Total Forward Foreign Currency Contracts					\$ 5,448	\$ (1,199)

Swap Agreements:

Credit Default Swaps on Corporate Issues - Sell Protection ⁽¹⁾

Swap Agreements, at Va
(4)

Counterparty	Reference Entity	Fixed Receive Rate	Payment Frequency	Maturity Date	Implied Credit Spread at October 31, 2018 ⁽²⁾	Notional Amount ⁽³⁾	Premiums Unrealized			
							Paid/ (Received)	Appreciation/ (Depreciation)	Asset	Liability
BPS	Petrobras Global Finance BV	1.000%	Quarterly	12/20/2024	3.037%	\$ 1,000	\$ (195)	\$ 91	\$ 0	\$(104)
GST	Petrobras Global Finance BV	1.000	Quarterly	09/20/2020	1.366	10	(1)	1	0	0
	Petrobras Global Finance BV	1.000	Quarterly	12/20/2021	1.861	100	(16)	14	0	(2)
HUS	Petrobras Global Finance BV	1.000	Quarterly	12/20/2024	3.037	1,400	(278)	132	0	(146)
	Petrobras Global Finance BV	1.000	Quarterly	12/20/2019	1.025	300	(25)	25	0	0
	Petrobras Global Finance BV	1.000	Quarterly	09/20/2020	1.366	40	(6)	6	0	0
MYC	Petrobras Global Finance BV	1.000	Quarterly	12/20/2024	3.037	1,700	(353)	176	0	(177)
	Petrobras Global Finance BV	1.000	Quarterly	12/20/2019	1.025	8,700	(805)	813	8	0
							\$ (1,679)	\$ 1,258	\$ 8	\$(429)

Total Return Swaps on Interest Rate Indices

Party	Pay/Receive ⁽⁵⁾	Underlying Reference	# of Units	Financing Rate	Payment Frequency	Maturity Date	Notional Amount	Swap Agreement		
								Premiums Paid/Received	Unrealized Depreciation	Appreciation/Asset
Receive	iBoxx USD Liquid High Yield Index	3-Month USD-LIBOR plus a specified spread	N/A	Maturity	06/20/2019	\$ 300	\$ (1)	\$ (2)	\$ 0	
Receive	iBoxx USD Liquid High Yield Index	3-Month USD-LIBOR plus a specified spread	N/A	Maturity	12/20/2018	300	(2)	(3)	0	
							\$ (3)	\$ (5)	\$ 0	
Swap Agreements							\$ (1,682)	\$ 1,253	\$ 8	

(q) Securities with an aggregate market value of \$901 have been pledged as collateral for financial derivative instruments as governed by International Swaps and Derivatives Association, Inc. master agreements as of October 31, 2018.

- (1) *If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash, securities or other deliverable obligations equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.*
- (2) *Implied credit spreads, represented in absolute terms, utilized in determining the market value of credit default swap agreements on corporate issues as of period end serve as indicators of the current status of the payment/performance risk and represent the likelihood or risk of default for the credit derivative. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to be made to enter into the agreement. Wider credit spreads represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.*
- (3) *The maximum potential amount the Fund could be required to pay as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.*
- (4) *The prices and resulting values for credit default swap agreements serve as indicators of the current status of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement be closed/sold as of the period end. Increasing market values, in absolute terms when compared to the notional amount of the swap, represent a deterioration of the referenced indices' credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.*
- (5) *Receive represents that the Fund receives payments for any positive net return on the underlying reference. The Fund makes payments for any negative net return on such underlying reference. Pay represents that the Fund receives payments for any negative net return on the underlying reference. The Fund makes payments for any positive net return on such underlying reference.*

Fair Value Measurements

The following is a summary of the fair valuations according to the inputs used as of October 31, 2018 in valuing the Fund's assets and liabilities:

Category and Subcategory	Level 1	Level 2	Level 3	Fair Value at 10/31/2018
Investments in Securities, at Value				
Loan Participations and Assignments	\$ 0	\$ 23,877	\$ 1,019	\$ 24,896
Corporate Bonds & Notes				
Banking & Finance	0	170,638	0	170,638
Industrials	0	123,515	281	123,796
Utilities	0	37,462	0	37,462
Convertible Bonds & Notes				
Industrials	0	4,563	0	4,563
Municipal Bonds & Notes				
California	0	7,297	0	7,297
Illinois	0	868	0	868
Ohio	0	21,483	0	21,483
Virginia	0	802	0	802
West Virginia	0	14,486	0	14,486
U.S. Government Agencies	0	12,441	5,183	17,624
Non-Agency Mortgage-Backed Securities	0	117,563	0	117,563
Asset-Backed Securities	0	107,204	12,078	119,282
Sovereign Issues	0	21,571	0	21,571
Common Stocks				
Consumer Discretionary	4,176	0	0	4,176
Energy	110	0	0	110
Financials	0	0	3,338	3,338
Warrants				
Industrials	0	0	69	69
Preferred Securities				
Industrials	0	0	12,718	12,718
Real Estate Investment Trusts				
Real Estate	9,145	0	0	9,145
Short-Term Instruments				
Repurchase Agreements	0	11,389	0	11,389
Short-Term Notes	0	5,364	0	5,364
Argentina Treasury Bills	0	1,024	0	1,024
U.S. Treasury Bills	0	1,242	0	1,242
Total Investments	\$ 13,431	\$ 682,789	\$ 34,686	\$ 730,906
Financial Derivative Instruments - Assets				
Exchange-traded or centrally cleared	0	2,515	0	2,515
Over the counter	0	5,456	0	5,456
	\$ 0	\$ 7,971	\$ 0	\$ 7,971
Financial Derivative Instruments - Liabilities				
Exchange-traded or centrally cleared	0	(2,380)	0	(2,380)
Over the counter	0	(1,636)	0	(1,636)

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	\$ 0	\$ (4,016)	\$ 0	\$ (4,016)
Total Financial Derivative Instruments	\$ 0	\$ 3,955	\$ 0	\$ 3,955
Totals	\$ 13,431	\$ 686,744	\$ 3	