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PIMCO MUNICIPAL INCOME FUND II

Form N-CSRS

February 09, 2005

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 811-21076

PIMCO Municipal Income Fund II
(Exact name of registrant as specified in charter)

1345 AVENUE OF THE AMERICAS, NEW YORK, NEW YORK 10105
(Address of principal executive offices) (Zip code)

LAWRENCE G. ALTADONNA - 1345 AVENUE OF THE AMERICAS, NEW YORK, NEW YORK 10105
(Name and address of agent for service)

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

Date of fiscal year end: MAY 31

Date of reporting period: NOVEMBER 30

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.

ITEM 1. Report to Shareholder

Semi-Annual Report
11.30.04

PIMCO MUNICIPAL INCOME FUND II
PIMCOCALIFORNIA MUNICIPAL INCOME FUND II
PIMCO NEW YORK MUNICIPAL INCOME FUND II

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[PIMCO ADVISORS LOGO]

PIMCO MUNICIPAL INCOME FUNDS II LETTER TO SHAREHOLDERS

January 14 2005

Dear Shareholder:

We are pleased to provide you with the semi-annual report of PIMCO Municipal Income Fund II, PIMCO California Municipal Income Fund II, and PIMCO New York Municipal Income Fund II ("PIMCO Municipal Income Funds II" or the "Funds") for the six months ended November 30, 2004.

Please refer to the following pages for specific information for each of the PIMCO Municipal Income Funds II. If you have any questions regarding the information provided, please contact your financial advisor or call our shareholder services area at 1-800-331-1710. Please note that a wide range of information and resources can be accessed through our Web site, www.pimcoadvisors.com.

Together with PA Fund Management LLC, the Funds' investment manager and Pacific Investment Management Co. LLC, the Funds' sub-adviser, we thank you for investing with us. We remain dedicated to serving your investment needs.

Sincerely,

/s/Robert E. Connor

Robert E. Connor
CHAIRMAN

/s/ Brian S. Shlissel

Brian S. Shlissel
PRESIDENT, CHIEF EXECUTIVE OFFICER

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11.30.04 | PIMCO Municipal Income Funds II Semi-Annual Report 1

PIMCO MUNICIPAL INCOME FUND II PERFORMANCE & STATISTICS November 30, 2004 (unaudited)

SYMBOL:
PML

OBJECTIVE:
To provide income exempt from federal income tax.

PRIMARY INVESTMENTS:
Municipal fixed-income securities, the interest from which is exempt from federal income tax.

INCEPTION DATE:
June 28, 2002

TOTAL NET ASSETS(1):
\$1,342.7 million

PORTFOLIO MANAGER:
Mark McCray

| TOTAL RETURN (2): | MARKET PRICE | NAV |
|--|--------------|-------|
| Six Months | 9.85% | 6.66% |
| 1 Year | 9.62% | 5.67% |
| Commencement of Operations (6/28/02) to 11/30/04 | 4.51% | 7.43% |

COMMON SHARE PRICE PERFORMANCE:
Commencement of Operations (6/28/02) to 11/30/04
[] AT MARKET PRICE
[] AT NAV

[THE FOLLOWING DATA REPRESENTS A LINE CHART IN THE PRINTED DOCUMENT]

| | | |
|---------|-------|-------|
| 6/28/02 | 14.32 | 15.2 |
| | 14.32 | 15.08 |
| | 14.35 | 15.17 |
| | 14.37 | 15.19 |
| | 14.46 | 15.03 |
| | 14.46 | 15.03 |
| | 14.52 | 15.06 |
| | 14.57 | 15 |
| | 14.5 | 15.02 |
| | 14.63 | 15.04 |
| | 14.77 | 15.02 |
| | 14.89 | 15.11 |
| | 15.1 | 15.04 |
| | 15.13 | 15 |
| | 15.17 | 15.06 |
| | 15.09 | 15.06 |
| | 14.28 | 14.8 |
| | 14.15 | 14.42 |
| | 14.41 | 14.74 |
| | 14.66 | 14.68 |

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| | |
|-------|-------|
| 14.53 | 14.59 |
| 14.33 | 14.4 |
| 14.22 | 14.34 |
| 14.51 | 14.29 |
| 14.58 | 14.1 |
| 14.66 | 14.12 |
| 14.5 | 14.2 |
| 14.64 | 14.54 |
| 14.52 | 14.41 |
| 14.49 | 14.45 |
| 14.41 | 14.43 |
| 14.38 | 14.23 |
| 14.39 | 14.41 |
| 14.55 | 14.5 |
| 14.57 | 14.41 |
| 14.39 | 14.31 |
| 14.6 | 14.31 |
| 14.68 | 14.37 |
| 14.48 | 14.29 |
| 14.55 | 14.25 |
| 14.27 | 14.35 |
| 14.35 | 14.34 |
| 14.54 | 14.49 |
| 14.53 | 14.36 |
| 14.57 | 14.48 |
| 14.64 | 14.64 |
| 14.7 | 14.8 |
| 14.68 | 14.72 |
| 14.66 | 14.8 |
| 14.69 | 14.9 |
| 14.77 | 14.89 |
| 14.64 | 14.75 |
| 14.54 | 14.84 |
| 14.56 | 14.86 |
| 14.55 | 14.67 |
| 14.36 | 14.33 |
| 14.06 | 14.15 |
| 13.42 | 13.64 |
| 13.73 | 14 |
| 13.51 | 13.81 |
| 13.54 | 13.66 |
| 13.62 | 13.63 |
| 13.77 | 14 |
| 13.79 | 13.81 |
| 14.03 | 13.82 |
| 14.08 | 13.79 |
| 14.05 | 13.95 |
| 13.93 | 13.8 |
| 13.91 | 13.68 |
| 14.13 | 13.73 |
| 14.19 | 13.77 |
| 14.25 | 13.95 |
| 14.38 | 13.84 |
| 14.52 | 13.92 |
| 14.64 | 13.82 |
| 14.5 | 13.98 |
| 14.57 | 13.8 |
| 14.65 | 13.93 |
| 14.65 | 13.9 |
| 14.81 | 13.99 |
| 14.97 | 14.48 |
| 14.87 | 14.61 |

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| | |
|----------|-------|
| 14.9 | 14.53 |
| 14.79 | 14.8 |
| 14.9 | 14.84 |
| 14.96 | 14.73 |
| 15.01 | 14.52 |
| 14.9 | 14.75 |
| 14.94 | 14.97 |
| 14.89 | 14.9 |
| 14.8 | 14.8 |
| 14.62 | 14.79 |
| 14.46 | 14.74 |
| 14.6 | 14.25 |
| 14.48 | 13.98 |
| 14.43 | 13.71 |
| 14.28 | 13.69 |
| 14.08 | 13.28 |
| 13.81 | 13.2 |
| 13.84 | 13.02 |
| 14.01 | 13.31 |
| 13.96 | 13.39 |
| 13.78 | 13.15 |
| 13.85 | 13.23 |
| 13.88 | 13.11 |
| 14.12 | 13.61 |
| 14.2 | 13.94 |
| 14.02 | 13.89 |
| 14.08 | 13.85 |
| 14.09 | 13.97 |
| 14.25 | 14.17 |
| 14.18 | 14.19 |
| 14.25 | 14.41 |
| 14.31 | 14.5 |
| 14.35 | 14.46 |
| 14.28 | 14.39 |
| 14.3 | 14.37 |
| 14.38 | 14.43 |
| 14.31 | 14.46 |
| 14.36 | 14.6 |
| 14.37 | 14.56 |
| 14.44 | 14.63 |
| 14.45 | 14.57 |
| 14.4 | 14.32 |
| 14.37 | 14.43 |
| 14.39 | 14.34 |
| 14.46 | 14.34 |
| 11/30/04 | 14.42 |
| | 14.11 |

MARKET PRICE/NET ASSET VALUE:

| | |
|-----------------------------|---------|
| Market Price | \$14.11 |
| Net Asset Value | \$14.42 |
| Discount to Net Asset Value | 2.15% |
| Market Price Yield(3) | 7.18% |

MOODY'S RATINGS (AS A % OF TOTAL INVESTMENTS)

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| | |
|-------|-------|
| BB | 0.3% |
| B | 0.6% |
| VMIG1 | 0.7% |
| NR | 8.6% |
| AAA | 50.3% |
| AA | 8.0% |
| A | 17.4% |
| BBB | 14.1% |

(1) Inclusive of net assets attributable to Preferred Shares outstanding.

(2) PAST PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS. Total return is calculated by subtracting the value of an investment in the Fund at the beginning of each specified period from the value at the end of the period and dividing the remainder by the value of the investment at the beginning of the period and expressing the result as a percentage. The calculation assumes that all income dividends and capital gain distributions have been reinvested at prices obtained under the Fund's dividend reinvestment plan. Total return does not reflect broker commissions or sales charges. Total return for a period of greater than one year represents the average annual total return. Total return for a period of less than one year is not annualized.

An investment in the Fund involves risk, including the loss of principal. Total return, price, yield and net asset value will fluctuate with changes in market conditions. This data is provided for information only and is not intended for trading purposes. A portion of the income generated by the Fund may be subject to federal, state and local taxes, and may at times be subject to the alternative minimum tax. Closed-end funds, unlike open-end funds, are not continuously offered. There is a one-time public offering and once issued, shares of closed-end funds are sold in the open market through a stock exchange. Net asset value is total assets applicable to common shareholders less total liabilities divided by the number of common shares outstanding. Holdings are subject to change daily.

(3) Market Price Yield is determined by dividing the annualized current monthly per share dividend payable to common shareholders by the market price per common share at November 30, 2004.

2 PIMCO Municipal Income Funds II Semi-Annual Report | 11.30.04

PIMCO CALIFORNIA MUNICIPAL INCOME FUND II PERFORMANCE & STATISTICS
November 30, 2004 (unaudited)

SYMBOL: PCK

OBJECTIVE:

To provide income exempt from federal and California State income tax.

PRIMARY INVESTMENTS:

Municipal fixed-income securities, the interest from which is exempt from federal and California State income tax.

INCEPTION DATE:

June 28, 2002

TOTAL NET ASSETS(1):

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\$685.1 million

PORTFOLIO MANAGER:

Mark McCray

| TOTAL RETURN(2) : | MARKET PRICE | NAV |
|--|--------------|-------|
| ----- | | |
| Six Months | 8.80% | 7.72% |
| 1 Year | 8.45% | 6.24% |
| Commencement of Operations (6/28/02) to 11/30/04 | 3.59% | 5.95% |

COMMON SHARE PRICE PERFORMANCE:

Commencement of Operations (6/28/02) to 11/30/04

[] at Market Price

[] at NAV

[THE FOLLOWING DATA REPRESENTS A LINE CHART IN THE PRINTED DOCUMENT]

| | | |
|---------|-------|-------|
| 6/28/02 | 14.33 | 15 |
| | 14.33 | 15.1 |
| | 14.42 | 15.28 |
| | 14.42 | 15.26 |
| | 14.47 | 15.04 |
| | 14.44 | 15.29 |
| | 14.49 | 15.28 |
| | 14.56 | 15.28 |
| | 14.48 | 15.22 |
| | 14.6 | 15.05 |
| | 14.7 | 15.18 |
| | 14.86 | 15.25 |
| | 15.02 | 15.25 |
| | 15.02 | 15.1 |
| | 14.98 | 15.07 |
| | 14.8 | 15.07 |
| | 14.07 | 14.26 |
| | 13.93 | 14.42 |
| | 14.25 | 14.72 |
| | 14.54 | 14.8 |
| | 14.34 | 14.67 |
| | 14.16 | 14.27 |
| | 14.03 | 14.35 |
| | 14.26 | 14.1 |
| | 14.36 | 14.18 |
| | 14.48 | 14.18 |
| | 14.45 | 14.25 |
| | 14.48 | 14.25 |
| | 14.32 | 14.11 |
| | 14.23 | 14.05 |
| | 14.17 | 14.08 |
| | 14.12 | 14.05 |
| | 14.13 | 14.12 |
| | 14.25 | 14.06 |
| | 14.26 | 14.1 |
| | 14.2 | 14.19 |
| | 14.47 | 14.5 |
| | 14.54 | 14.36 |
| | 14.32 | 14.36 |
| | 14.38 | 14.4 |
| | 14.06 | 14.31 |
| | 14.12 | 14.24 |
| | 14.34 | 14.25 |
| | 14.33 | 14.28 |

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| | |
|-------|-------|
| 14.42 | 14.54 |
| 14.47 | 14.64 |
| 14.59 | 14.78 |
| 14.69 | 14.82 |
| 14.66 | 14.78 |
| 14.7 | 14.96 |
| 14.83 | 15 |
| 14.57 | 14.85 |
| 14.35 | 14.59 |
| 14.36 | 14.75 |
| 14.29 | 14.35 |
| 13.97 | 14.1 |
| 13.62 | 13.88 |
| 13.06 | 13.21 |
| 13.31 | 13.66 |
| 13.03 | 13.37 |
| 13.09 | 13.43 |
| 13.14 | 13.62 |
| 13.32 | 13.77 |
| 13.33 | 13.92 |
| 13.57 | 13.98 |
| 13.64 | 13.9 |
| 13.59 | 13.92 |
| 13.45 | 13.88 |
| 13.52 | 13.65 |
| 13.68 | 13.81 |
| 13.76 | 13.88 |
| 13.81 | 13.96 |
| 13.94 | 13.82 |
| 14.08 | 13.74 |
| 14.2 | 13.79 |
| 14.04 | 13.81 |
| 14.12 | 13.51 |
| 14.22 | 13.59 |
| 14.23 | 13.6 |
| 14.35 | 13.65 |
| 14.54 | 13.78 |
| 14.44 | 13.98 |
| 14.41 | 13.96 |
| 14.28 | 14.03 |
| 14.41 | 14.14 |
| 14.49 | 14.09 |
| 14.56 | 14.09 |
| 14.48 | 14.17 |
| 14.56 | 14.37 |
| 14.51 | 14.44 |
| 14.41 | 14.3 |
| 14.16 | 14.31 |
| 14.03 | 13.97 |
| 14.13 | 13.7 |
| 13.93 | 13.53 |
| 13.94 | 13.2 |
| 13.79 | 13.1 |
| 13.57 | 12.91 |
| 13.28 | 12.76 |
| 13.33 | 13.03 |
| 13.53 | 13.27 |
| 13.42 | 13.22 |
| 13.27 | 13.05 |
| 13.38 | 13.1 |
| 13.44 | 12.93 |
| 13.67 | 13.23 |

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| | |
|----------|-------|
| 13.76 | 13.44 |
| 13.66 | 13.43 |
| 13.7 | 13.62 |
| 13.65 | 13.73 |
| 13.96 | 13.85 |
| 13.87 | 13.69 |
| 13.92 | 13.97 |
| 14.01 | 14.11 |
| 14.02 | 14.05 |
| 13.98 | 14.07 |
| 14.02 | 14.14 |
| 14.14 | 14.15 |
| 14.03 | 14.03 |
| 14.08 | 14.2 |
| 14.09 | 14.27 |
| 14.18 | 14.41 |
| 14.21 | 14.29 |
| 14.13 | 14.17 |
| 14.08 | 14.05 |
| 14.11 | 14.08 |
| 14.17 | 14.05 |
| 11/30/04 | 14.07 |
| | 13.94 |

MARKET PRICE/NET ASSET VALUE:

| | |
|-----------------------------|---------|
| Market Price | \$13.94 |
| Net Asset Value | \$14.07 |
| Discount to Net Asset Value | 0.92% |
| Market Price Yield(3) | 6.99% |

MOODY'S RATINGS (AS A % OF TOTAL INVESTMENTS)

| | |
|-------|-------|
| A2 | 0.5% |
| VMIG1 | 0.4% |
| Aaa | 57.9% |
| NR | 21.5% |
| Baa3 | 12.9% |
| Baa1 | 3.1% |
| A3 | 2.2% |
| Aa1 | 1.5% |

(1) Inclusive of net assets attributable to Preferred Shares outstanding.

(2) PAST PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS. Total return is calculated by subtracting the value of an investment in the Fund at the beginning of each specified period from the value at the end of the period and dividing the remainder by the value of the investment at the beginning of the period and expressing the result as a percentage. The calculation assumes that all income dividends have been reinvested at prices obtained under the Fund's dividend reinvestment plan. Total return does not reflect broker commissions or sales charges. Total return for a period of greater than one year represents the average annual total return. Total return for a period of less than one year is not annualized.

An investment in the Fund involves risk, including the loss of principal. Total return, price, yield and net asset value will fluctuate with changes in market conditions. This data is provided for information only and is not intended for trading purposes. A portion of the income generated by the Fund may be subject

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to federal, state and local taxes, and may at times be subject to the alternative minimum tax. Closed-end funds, unlike open-end funds, are not continuously offered. There is a one-time public offering and once issued, shares of closed-end funds are sold in the open market through a stock exchange. Net asset value is total assets applicable to common shareholders less total liabilities divided by the number of common shares outstanding. Holdings are subject to change daily.

(3) Market Price Yield is determined by dividing the annualized current monthly per share dividend payable to common shareholders by the market price per common share at November 30, 2004.

11.30.04 | PIMCO Municipal Income Funds II Semi-Annual Report 3

PIMCO NEW YORK MUNICIPAL INCOME FUND II PERFORMANCE & STATISTICS
November 30, 2004 (unaudited)

SYMBOL: PNI

OBJECTIVE:

Seeks to provide current income exempt from federal, New York State and New York City income tax.

PRIMARY INVESTMENTS:

Municipal fixed-income securities, the interest from which is exempt from federal, New York State and New York City income tax.

Inception Date:

June 28, 2002

TOTAL NET ASSETS(1):

\$235.4 million

PORTFOLIO MANAGER:

Mark McCray

TOTAL RETURN(2):

| | MARKET PRICE | NAV |
|--|--------------|-------|
| Six Months | 13.47% | 6.66% |
| 1 Year | 10.36% | 4.11% |
| Commencement of Operations (6/28/02) to 11/30/04 | 4.66% | 5.52% |

COMMON SHARE PRICE PERFORMANCE:

Commencement of Operations (6/28/02) to 11/30/04

[] at Market Price

[] at NAV

[THE FOLLOWING DATA REPRESENTS A LINE CHART IN THE PRINTED DOCUMENT]

| | | |
|---------|-------|-------|
| 6/28/02 | 14.33 | 15 |
| | 14.31 | 15.2 |
| | 14.36 | 15.11 |
| | 14.38 | 15.35 |
| | 14.42 | 15.02 |
| | 14.46 | 15.35 |
| | 14.52 | 15.08 |
| | 14.56 | 15 |
| | 14.48 | 15.16 |
| | 14.59 | 15.06 |

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| | |
|--------|-------|
| 14.69 | 15.14 |
| 14.76 | 15.12 |
| 14.91 | 15.14 |
| 14.91 | 15.03 |
| 15.02 | 15.06 |
| 14.95 | 14.97 |
| 14.29 | 14.65 |
| 14.16 | 14.25 |
| 14.35 | 14.06 |
| 14.62 | 14.32 |
| 14.51 | 14.3 |
| 14.33 | 14.13 |
| 14.19 | 14.22 |
| 14.44 | 14.06 |
| 14.55 | 14.1 |
| 14.63 | 14.05 |
| 14.62 | 14.02 |
| 14.71 | 14.15 |
| 14.544 | 14.17 |
| 14.541 | 14.09 |
| 14.416 | 13.95 |
| 14.403 | 14.03 |
| 14.44 | 14 |
| 14.53 | 14.03 |
| 14.48 | 14.2 |
| 14.38 | 14.23 |
| 14.51 | 14.34 |
| 14.62 | 14.26 |
| 14.36 | 14.22 |
| 14.43 | 14.23 |
| 13.78 | 14.29 |
| 13.86 | 14.15 |
| 14.11 | 14.1 |
| 14.02 | 14.18 |
| 14.08 | 14.16 |
| 14.2 | 14.4 |
| 14.25 | 14.75 |
| 14.39 | 14.65 |
| 14.44 | 14.71 |
| 14.47 | 14.67 |
| 14.59 | 14.7 |
| 14.38 | 14.55 |
| 14.31 | 14.81 |
| 14.3 | 14.92 |
| 14.26 | 14.71 |
| 14.01 | 14.64 |
| 13.75 | 14.08 |
| 13.05 | 14 |
| 13.39 | 13.84 |
| 13.12 | 13.85 |
| 13.1 | 13.71 |
| 13.18 | 13.8 |
| 13.3 | 13.98 |
| 13.28 | 13.9 |
| 13.72 | 13.57 |
| 13.87 | 13.69 |
| 13.78 | 13.84 |
| 13.65 | 13.64 |
| 13.62 | 13.79 |
| 13.85 | 13.72 |
| 13.88 | 13.8 |
| 13.94 | 13.85 |

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| | |
|----------|-------|
| 14.1 | 13.75 |
| 14.23 | 13.71 |
| 14.35 | 13.89 |
| 14.26 | 13.9 |
| 14.37 | 14.02 |
| 14.45 | 13.8 |
| 14.45 | 13.84 |
| 14.54 | 13.82 |
| 14.72 | 14.19 |
| 14.64 | 14.33 |
| 14.65 | 14.38 |
| 14.55 | 14.45 |
| 14.64 | 14.58 |
| 14.71 | 14.42 |
| 14.76 | 14.6 |
| 14.68 | 14.76 |
| 14.76 | 14.81 |
| 14.71 | 14.66 |
| 14.68 | 14.8 |
| 14.54 | 14.76 |
| 14.38 | 14.59 |
| 14.46 | 14.09 |
| 14.31 | 13.95 |
| 14.19 | 13.48 |
| 14.05 | 13.45 |
| 13.75 | 13.12 |
| 13.43 | 12.71 |
| 13.44 | 12.74 |
| 13.54 | 13.05 |
| 13.46 | 13.3 |
| 13.3 | 13 |
| 13.4 | 12.75 |
| 13.44 | 12.85 |
| 13.68 | 13.55 |
| 13.76 | 13.5 |
| 13.65 | 13.59 |
| 13.69 | 13.37 |
| 13.71 | 13.52 |
| 13.87 | 13.89 |
| 13.81 | 13.85 |
| 13.87 | 14.09 |
| 13.94 | 14.24 |
| 13.98 | 14.15 |
| 13.94 | 13.93 |
| 13.98 | 14.17 |
| 14.04 | 14.09 |
| 13.95 | 14.04 |
| 14 | 14.19 |
| 13.99 | 14.25 |
| 14.11 | 14.41 |
| 14.13 | 14.4 |
| 14.07 | 14.19 |
| 14.02 | 14.23 |
| 14.04 | 14.25 |
| 14.04 | 14.59 |
| 11/30/04 | 13.94 |
| | 14.3 |

MARKET PRICE/NET ASSET VALUE:

| | |
|-----------------|---------|
| ----- | |
| Market Price | \$14.30 |
| ----- | |
| Net Asset Value | \$13.94 |

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| | |
|----------------------------|-------|
| Premium to Net Asset Value | 2.58% |
| Market Price Yield(3) | 6.82% |

MOODY'S RATINGS (AS A % OF TOTAL INVESTMENTS)

| | |
|-----|-------|
| BB | 0.5% |
| NR | 7.8% |
| AAA | 27.9% |
| AA | 15.8% |
| A | 21.2% |
| BBB | 26.8% |

(1) Inclusive of net assets attributable to Preferred Shares outstanding.

(2) PAST PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS. Total return is calculated by subtracting the value of an investment in the Fund at the beginning of each specified period from the value at the end of the period and dividing the remainder by the value of the investment at the beginning of the period and expressing the result as a percentage. The calculation assumes that all income dividends have been reinvested at prices obtained under the Fund's dividend reinvestment plan. Total return does not reflect broker commissions or sales charges. Total return for a period of greater than one year represents the average annual total return. Total return for a period of less than one year is not annualized.

An investment in the Fund involves risk, including the loss of principal. Investment return, price, yield and net asset value will fluctuate with changes in market conditions. This data is provided for information only and is not intended for trading purposes. A portion of the income generated by the Fund may be subject to federal, state and local taxes, and may at times be subject to the alternative minimum tax. Closed-end funds, unlike open-end funds, are not continuously offered. There is a one-time public offering and once issued, shares of closed-end funds are sold in the open market through a stock exchange. Net asset value is total assets applicable to common shareholders less total liabilities divided by the number of common shares outstanding. Holdings are subject to change daily.

(3) Market Price Yield is determined by dividing the annualized current monthly per share dividend payable to common shareholders by the market price per common share at November 30, 2004.

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PIMCO MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

Principal
Amount
(000)

Credit Rati
Moody's/S&

MUNICIPAL BONDS & NOTES--88.7%

\$11,145 ALABAMA--2.4%
Birmingham Waterworks & Sewer Board. Rev.,

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| | | |
|--------|---|------------------|
| 1,750 | 5.00%, 1/1/27-1/1/37, Ser. B (MBIA) Huntsville Health Care Auth., | Aaa/AAA |
| 16,580 | 5.75%, 6/1/32, Ser. B Jefferson Cnty. Sewer Rev., 4.75%, 2/1/38, Ser. B (FGIC) (Prerefunded @100, 8/1/12) (a) | A2/NR Aaa/AAA |
| 3,550 | ALASKA--0.3% State Housing Finance Corp., 5.25%, 6/1/32, Ser. C (MBIA) | Aaa/AAA |
| 1,300 | ARIZONA--0.1% Health Fac. Auth. Hospital System Rev., 5.75%, 12/1/32 | NR/BBB |
| 9,610 | CALIFORNIA--4.0% Alameda Corridor Transportation Auth. Rev., zero coupon, 10/1/16, Ser. A. (AMBAC) | Aaa/AAA |
| 12,300 | Golden State Tobacco Securitization Corp., Tobacco Settlement Rev., 6.25%-6.75%, 6/1/33-6/1/39, Ser. 2003-A-1 | Baa3/BB |
| 1,000 | Rancho Cucamonga Community Facs. District, Special Tax, 6.30%, 9/1/23, Ser. A | NR/NR |
| 4,000 | Southern California Public Power Auth., Transmission Project Rev., zero coupon, 7/1/13 | Aa3/A+ |
| 28,775 | State Economic Recovery GO, 5.00%, 7/1/11, Ser. A. (MBIA) | Aaa/AAA |
| 30,000 | COLORADO--5.1% Dawson Ridge District No. 1, GO, zero coupon, 10/1/22, Ser. A | Aaa/NR |
| 5,000 | Denver City & Cnty. CP, 5.50%, 12/1/25, Ser. B (AMBAC) | Aaa/AAA |
| 25,000 | Health Fac. Auth. Rev., Catholic Health Initiatives, 5.50%, 3/1/32 | Aa2/AA |
| 18,305 | Health Fac. Auth. Rev., Exempla Inc., 5.625%, 1/1/33, Ser. A | A1/A- |
| 6,500 | Health Fac. Auth. Rev., Retirement Fac. Rev., Liberty Height, zero coupon, 7/15/22 | Aaa/AAA |
| 17,500 | DISTRICT OF COLUMBIA--1.3% Washington DC Convention Center Auth. Tax Rev., 4.75%, 10/1/28 (AMBAC) | Aaa/AAA |

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PIMCO MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

Principal

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| Amount (000) | | Credi Mood |
|-----------------|---|---------------|
| ===== | | |
| | FLORIDA--3.8% | |
| \$ 8,000 | Highlands Cnty. Health Fac. Auth. Rev., 6.00%, 11/15/31, Ser. A | |
| 635 | Hillsborough Cnty. Industrial Dev. Rev., Health Fac. Project, 5.625%, 8/15/23 | Ba |
| 2,335 | Hillsborough Cnty. Industrial Dev. Auth., Pollution Control Rev., Tampa Electric Co. Project, 5.50%, 10/1/23 | Ba |
| 7,135 | Jacksonville Health Facs. Auth. Rev., 5.25%, 11/15/32, Ser. A | A |
| 7,500 | JEA St. Johns River Power Park System Rev., 5.00%, 10/1/09 | A |
| 11,500 | Lakeland Hospital System Rev., Regional Health System, 5.50%, 11/15/32 | |
| 3,000 | Leesburg Hospital Rev., Leesburg Regional Medical Center Project, 5.50%, 7/1/32 | |
| 7,550 | Orange Cnty. Health Fac. Auth. Rev., Adventist Health System, 5.625%-6.25%, 11/15/24-11/15/32 | |
| 1,500 | Winter Springs Water & Sewer Rev., zero coupon, 10/1/29 (FGIC) | A |
| | GEORGIA--0.7% | |
| 4,000 | Atlanta Water & Wastewater Rev., 5.00%, 11/1/39, Ser. A (MBIA) | A |
| 1,500 | Grantor Trust Gov't CP, 4.75%, 6/1/28, Ser. A (MBIA) | A |
| 9,600 | Richmond Cnty. Dev Auth. Rev., zero coupon, 12/1/21 | A |
| | HAWAII--1.5% | |
| 19,170 | Honolulu City & Cnty. Wastewater System Rev., First Board Resolution, 4.75%, 7/1/28 (FGIC) | A |
| | ILLINOIS--17.8% | |
| 11,760 | Central Lake Cnty. Water Agency Rev., 5.125%, 5/1/28-5/1/32, Ser. A (AMBAC) | A |
| 5,000 | Cicero GO, 5.25%, 12/1/31 (MBIA) | A |
| 15,535 | Chicago Board of Education School Reform GO, zero coupon, 12/1/16, Ser. A | A |
| 5,000 | zero coupon, 12/1/28, Ser. A (FGIC) | A |
| 4,500 | zero coupon, 12/1/31 (FGIC) | A |
| 94,485 | Chicago City Colleges GO, zero coupon, 1/1/37-1/1/39 (FGIC) | A |
| 5,110 | Chicago GO, 5.00%, 1/1/33, (AMBAC) | A |
| 5,050 | 5.125%, 1/1/29, Ser. A (FGIC) | A |
| 7,000 | Chicago Midway Airport Rev., 5.00%, 1/1/31, Ser. B (MBIA) | A |
| 9,862 | Chicago Special Assessment, Lake Shore East, 6.625%-6.75%, 12/1/22-12/1/32 | |
| 144,650 | Dev. Finance Auth. Retirement Housing Rev., zero coupon, 7/15/23-7/15/25 | |

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PIMCO MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit Moody |
|------------------------------|--|-----------------|
| ILLINOIS--(CONTINUED) | | |
| \$ 20,100 | Health Facs. Auth. Rev., Elmurst Memorial Healthcare, 5.625%, 1/1/28 | A2/ |
| 1,000 | McHenry & Kane Cnty. Community Consolidated School District 158, zero coupon, 1/1/12 (FGIC) | Aaa/ |
| 110,000 | Metropolitan Pier & Exposition Auth., zero coupon, 12/15/30-12/15/33 (MBIA) | Aaa/ |
| 4,500 | Schaumburg, GO, 5.00%, 12/1/41, Ser. B (FGIC) | Aaa/ |
| 10,000 | State GO, 5.00%, 3/1/34, Ser. A | Aa3/ |
| 68,470 | State Sports Facs. Auth, zero coupon, 6/15/30 (AMBAC) | Aaa/ |
| INDIANA--0.6% | | |
| 3,000 | Brownsburg 1999 School Building Corp., 5.00%-5.25%, 3/15/25-9/15/25, Ser. A (FSA) | Aaa/ |
| 4,125 | Fort Wayne Pollution Control Rev., 6.20%, 10/15/25 | Baa2 |
| 500 | State Bank Rev., 5.25%, 4/1/30, Ser. D (AMBAC) | Aaa/ |
| IOWA--0.6% | | |
| 8,850 | Tobacco Settlement Auth., 5.60%, 6/1/35, Ser. B | Baa3 |
| KANSAS --0.2% | | |
| 2,800 | Univ. of Kansas, Hospital Auth. Health Facs. Rev., 5.625%, 9/1/32 | NR/ |
| KENTUCKY--0.9% | | |
| 2,500 | Economic Dev. Finance Auth. Hospital Facs. Rev., 5.25%, 10/1/30 | A1/ |
| 8,210 | 6.00%, 10/1/19 | A3/ |
| LOUISIANA--4.6% | | |
| 20,400 | Public Facs. Auth. Rev., Ochsner Clinic Foundation, 5.50%, 5/15/32, Ser. B | A3/ |
| 44,395 | Tobacco Settlement Financing Corp., 5.875%, 5/15/39, Ser. 2001B | Baa3 |
| MARYLAND--0.1% | | |
| 1,000 | State Health & Higher Educational Fac. Auth. Rev., Adventist Healthcare, 5.75%, 1/1/25, Ser. A, | Baa1 |
| MASSACHUSETTS--3.7% | | |
| 1,300 | Bay Transportation Auth., 4.75%, 3/1/21, Ser. A (MBIA) | Aaa/ |

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| | | |
|--------|---|------|
| 18,205 | State College Building Auth. Project Rev., 5.50%, 5/1/28-5/1/39, Ser. B (XLCA) | Aaa/ |
| 9,000 | State GO, 5.00%, 8/1/11, Ser. A (MBIA) | Aaa/ |
| 4,295 | State Turnpike Auth., 4.75%, 1/1/34 Ser. A (AMBAC) | Aaa/ |
| 12,050 | State Water Res. Auth., 4.75%, 8/1/37, Ser. A. (FSA) | Aaa/ |
| 2,300 | 4.75%, 12/1/21, Ser. B (MBIA) | Aaa/ |

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PIMCO MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit Moody |
|------------------------------|--|-----------------|
| | MICHIGAN--2.7% | |
| \$ 10,250 | Detroit City School District, GO, 5.00%-5.125%, 5/1/31-5/1/32, Ser. A | Aaa |
| 2,500 | Detroit Water Supply System, 5.00%, 7/1/30, Ser. A (FGIC) | Aaa |
| 2,000 | State GO, 5.25%, 12/1/09 | Aa1 |
| 5,000 | State Hospital Finance Auth. Rev., Ascension Health, 5.25%, 11/15/26, Ser. B | Aa2 |
| 15,425 | State Hospital Finance Auth. Rev., Oakwood Obligation Group, 5.75%-6.00%, 4/1/22-4/1/32, Ser. A | A2 |
| | MISSISSIPPI--0.4% | |
| 3,605 | Business Finance Corp., Pollution Control Rev., 5.875%, 4/1/22 | Ba1 |
| 1,000 | Dev. Bank Special Obligation, Projects & Equipment Acquisitions, 5.00%, 7/1/24 (AMBAC) | Aaa |
| | MISSOURI--0.1% | |
| 1,500 | St. Louis Parking Facs. Rev., Downtown Parking Facility, 6.00%, 2/1/28 | NR |
| | NEBRASKA--0.4% | |
| 5,140 | University of Nebraska Rev., Lincoln Memorial Stadium, 5.25%, 11/1/29 | A1 |
| | NEVADA--1.8% | |
| 3,400 | Clark Cnty. GO, 5.00%, 6/1/31 (FGIC) | Aaa |
| 17,030 | Reno Transportation Project Rev., 5.125%-5.25%, 6/1/27-6/1/41 (AMBAC) | Aaa |
| 3,290 | Truckee Meadows Water Auth Rev., 5.125%, 7/1/30, Ser. A (FSA) | Aaa |

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| | | | |
|--------|---------------------|--|-----|
| 3,000 | NEW HAMPSHIRE--0.2% | Health & Educational Facs. Auth. Hospital Rev., 6.125%, 7/1/32 | Baa |
| 60 | NEW JERSEY--2.5% | Camden Cnty. Improvement Auth. Rev., Cooper Health, 5.875%-6.00%, 2/15/15-2/15/27 | Baa |
| 15,405 | | Economic Dev. Auth., Kapkowski Road Landfill Project, Special Assessment, 5.75%, 10/1/21-4/1/31 | Baa |
| 225 | | Economic Dev. Auth. Rev., Arbor Glen, 6.00%, 5/15/28, Ser. A (Pre-refunded @ 102, 5/15/09) (a) | NR |
| 525 | | 6.00%, 5/15/28, Ser. A | NR |
| 3,500 | | State Educational Fac. Auth. Rev., 6.00%, 7/1/25, Ser. D | NR |
| 13,030 | | Tobacco Settlement Financing Corp., Rev., 6.00%-6.75%, 6/1/37-6/1/43 | Baa |

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PIMCO MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit Rating Moody's/S& |
|------------------------------|---|-----------------------------|
| \$ 5,000 | NEW MEXICO--0.4% | |
| | Farmington Pollution Control Rev., 5.80%, 4/1/22 | Baa2/BB |
| | NEW YORK--2.8% | |
| 10,600 | Metropolitan Transportation Auth. Rev., 5.00%, 11/15/30, Ser. A (FSA) | Aaa/AA |
| 10,000 | 5.25%, 11/15/32 | A2/A |
| 7,000 | New York City Municipal Water Finance Auth., Water & Sewer System Rev., 5.00%, 6/15/39, Ser. A | Aa2/AA |
| 6,700 | State Dormitory Auth. Rev., 5.00%, 7/1/34, Ser. 1 | Aa2/AA |
| 2,000 | State Environmental Facilities Corp., 5.00%, 6/15/28 | Aaa/AA |
| | OHIO--0.6% | |
| 7,500 | Lorain Cnty. Hospital Rev., 5.375%, 10/1/30 | A1/AA |
| | PENNSYLVANIA--3.2% | |
| 7,250 | Allegheny Cnty. Hospital Dev. Auth. Rev., 9.25%, 11/15/15-11/15/30, Ser. B | B1/B |
| 4,500 | Cumberland Cnty. Auth. Retirement Community Rev., 7.25%, 1/1/35, Ser. A | NR/NR |
| 8,750 | Montgomery Cnty. Higher Education & Health Auth. | |

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| | | |
|--------|---|----------------|
| 5,000 | Hospital Rev., 5.125%, 6/1/27-6/1/32, Ser. A Philadelphia Auth. Dev. Lease Rev., 5.25%, 10/1/30, Ser. B (FSA) | NR/A Aaa/AA |
| 3,050 | Philadelphia Auth. Industrial Dev. Rev. Doubletree, 6.50%, 10/1/27 | NR/NR |
| 3,000 | Philadelphia GO, 5.25%, 9/15/25 (FSA) | Aaa/AA |
| 8,520 | Philadelphia Hospital & Higher Education Facs. Auth. Rev., 6.85%, 7/1/22 | Baa2/B |
| 500 | Pittsburgh & Allegheny Cnty. Public Auditorium, 5.00%, 2/1/29 (AMBAC) | Aaa/AA |
| | | |
| 4,200 | PUERTO RICO--0.3% Electric Power Auth. Power Rev., 5.125%, 7/1/29, Ser NN | A3/A |
| | | |
| 62,000 | RHODE ISLAND--4.3% Tobacco Settlement Financing. Corp., 6.25%, 6/1/42, Ser. A | Baa3/B |
| | | |
| 27,745 | SOUTH CAROLINA--5.8% Greenville Cnty. School District, 5.50%, 12/1/28 | A1/A |
| 18,120 | Jobs Economic Dev. Auth. Economic Dev. Rev., 5.625%, 11/15/30 | A3/A |
| 23,500 | Lexington Cnty. Health Services District Hospital Rev., 5.50%-5.75%, 11/1/28-5/1/37 | A2/A |
| 3,250 | Tobacco Settlement Rev., 6.375%, 5/15/28, Ser. B | Baa3/B |
| 1,180 | Transportation Infrastructure Rev., 5.00%, 10/1/29, Ser. A (AMBAC) | Aaa/N |

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PIMCO MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit Rati Moody's/S& |
|------------------------------|--|---------------------------|
| ----- | | |
| \$ 1,815 | TENNESSEE--3.1% Knox Cnty., GO, 5.00%, 2/1/17, Ser. A | Aa2/AA |
| 3,750 | Knox Cnty. Health Educational & Housing Facs. Board Hospital Facs. Rev., 5.25%, 10/1/30 | A1/AA |
| 32,785 | Memphis Electric System Rev., 5.00%, 12/1/11 Ser. A (MBIA) | Aaa/AA |
| | | |
| 1,000 | TEXAS--10.5% Arlington Independent School District GO, 5.00%, 2/15/24 (PSF) | Aaa/NR |
| 4,480 | Aubrey Independent School Dist., GO, 5.50%, 2/15/33 (PSF) | Aaa/NR |

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| | | |
|--------|---|--------|
| 6,500 | Brazos Cnty. Health Facs. Dev. Corp., Franciscan Services Corp., 5.375%, 1/1/32 | NR/A- |
| 2,700 | Comal Cnty. Health Facs., Mckenna Memorial Hospital Project, 6.25%, 2/1/32 | Baa2/B |
| 5,000 | Dallas Area Rapid Transit, 5.00%, 12/1/31 (AMBAC) | Aaa/AA |
| 20,000 | Frisco Independent School District GO, zero coupon, 8/15/34 | Aaa/NR |
| 19,750 | Harris Cnty. GO, 5.125%, 8/15/31 | Aa1/AA |
| 5,250 | Harris Cnty. Health Facs. Dev. Corp. Rev., 5.375%, 2/15/26, Ser. A | NR/AA |
| 25,000 | Harris Cnty. Senior Lien Toll Road, 5.00%, 8/15/30 (FSA) | Aaa/AA |
| 7,500 | Keller Independent School District GO, 4.875%, 8/15/31 (PSF) | Aaa/AA |
| 3,170 | Little Elm Independent School District GO, 5.30%, 8/15/29, Ser. A (PSF) | NR/AA |
| 6,250 | North Dallas Thruway Auth. Rev., 4.75%, 1/1/29 (FGIC) | Aaa/AA |
| 5,000 | Quinlin Independent School District GO, 5.10%, 2/15/32 (PSF) | Aaa/N |
| 14,000 | State Affordable Housing Corp., Multifamily Housing Rev., 5.40%, 9/1/22, Ser. A | Aaa/AA |
| 10,000 | State Turnpike Auth. Central Turnpike System Rev., zero coupon, 8/15/19, Ser. A (AMBAC) | Aaa/AA |
| 8,880 | 5.00%, 8/15/42, Ser. A (AMBAC) | Aaa/AA |
| 4,900 | State Water Financial Assistance, GO, 5.00%-5.25%, 8/1/35-8/1/36 | Aa1/AA |
| 8,000 | Wichita Falls Water & Sewer Rev., 5.00%, 8/1/27 (AMBAC) | Aaa/AA |
| | VIRGINIA--0.5% | |
| 6,500 | Fredericksburg Industrial Dev., Medicorp Health System, 5.125%-5.25%, 6/15/27-6/15/33, Ser. B | A3/NR |
| | WASHINGTON--0.6% | |
| 2,250 | Energy Northwest Electric Rev., 5.25%, 7/1/09, Ser. A | Aaa/AA |
| 5,000 | Tacoma Sewer Rev., 5.00%, 12/1/31, Ser. A (FGIC) | Aaa/AA |

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PIMCO MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit Rating Moody's/S& |
|------------------------|---|-----------------------------|
| | WISCONSIN--0.8% | |
| \$ 10,175 | Badger Tobacco Asset Securitization Corp., 6.00%- 6.125%, 6/1/17-6/1/27 | Baa3/BB |
| 1,000 | State Health & Educational Facs. Auth. Rev., | |

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5.375%, 10/1/30

NR/A+

Total Municipal Bonds & Notes (cost-\$1,131,664,256)

 VARIABLE RATE NOTES (b) (c) (d)--9.3%

| | | | |
|--------|---|--|--------|
| | ALABAMA--1.6% | | |
| 9,000 | Birmingham Waterworks & Sewer Board, | | |
| | 8.56%, 1/1/33, Ser. 947 (MBIA) | | Aaa/NR |
| 6,675 | Jefferson Cnty. Sewer Rev., | | |
| | 12.95%, 11/1/30, Ser. 352 (FGIC) | | Aaa/NR |
| 2,100 | Montgomery Special Care Fac., | | |
| | 12.16%, 11/15/29, Ser. 435 (MBIA) | | Aaa/NR |
| | COLORADO--0.2% | | |
| 2,813 | Denver City & Cnty. Airport Rev., | | |
| | 14.06%, 11/15/25, Ser. 425 (FSA) | | Aaa/NR |
| | FLORIDA--0.5% | | |
| 2,228 | Orange Cnty. School Board, CP, | | |
| | 14.15%, 8/1/24, Ser. 328 (MBIA) | | Aaa/NR |
| 4,052 | State Governmental Utilities Auth. Rev., | | |
| | 14.15%, 10/1/29, Ser. 327 (AMBAC) | | Aaa/NR |
| | ILLINOIS--1.2% | | |
| | Chicago GO, | | |
| 4,450 | 8.29%, 1/1/28, Ser. 332 (MBIA) | | Aaa/NR |
| 3,300 | 13.83%, 1/1/40, Ser. 426 (FGIC) | | Aaa/NR |
| 1,932 | Cook Cnty., 12.16%, 11/15/28, Ser. 403 (FGIC) | | Aaa/NR |
| 5,000 | State GO, 8.56%, 4/1/27, Ser. 783 | | Aaa/NR |
| | MASSACHUSETTS--2.7% | | |
| 2,100 | Boston Water & Sewer Community Rev., | | |
| | 12.25%, 11/1/28, Ser. 434 (FGIC) | | Aaa/NR |
| 2,420 | State GO, 17.17%, 11/1/30, Ser. 785 (FGIC) | | Aaa/NR |
| | State Turnpike Auth. Rev., | | |
| 14,163 | 8.10%, 1/1/39, Ser. 335 (AMBAC) | | Aaa/NR |
| 4,500 | 12.25%, 1/1/37, Ser. 489 (MBIA) | | NR/AAA |
| 11,049 | 12.25%, 1/1/37, Ser. 334 (MBIA) | | Aaa/NR |
| | NEVADA--0.3% | | |
| 3,300 | State GO, 12.11%, 5/15/28, Ser. 344 (FGIC) | | Aaa/NR |

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PIMCO MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit Rat Moody's/S |
|------------------------------|--|-------------------------|
| \$ 2,000 | NEW MEXICO--0.2% State Finance Auth., Transportation Rev., 8.06%, 6/15/12 (AMBAC) | Aaa/N |
| 1,975 | OHIO--0.2% Hamilton Cnty. Sales Tax, 14.24%, 12/1/27, Ser. 356 (MBIA) | Aaa/N |
| 2,505 | PENNSYLVANIA--0.5% Philadelphia School District, GO, 11.28%, 4/1/27, Ser. 345 (MBIA) | Aaa/N |
| 4,016 | 11.33%, 4/1/27, Ser. 496 (MBIA) | Aaa/N |
| 6,000 | TENNESSEE--0.5% Memphis Electric System Rev., 8.06%, 12/1/11, Ser. 880 (MBIA) | Aaa/N |
| 3,075 | TEXAS--1.1% Denton Utility System Rev., 14.71%, 12/1/29, Ser. 428 (MBIA) | Aaa/N |
| 1,650 | Houston Airport System Rev., 12.04%, 7/1/25, Ser. 404 (FGIC) | Aaa/N |
| 2,750 | Houston Water & Sewer System Rev., 14.21%, 12/1/28, Ser. 427 (FSA) | Aaa/N |
| 3,838 | 15.21%, 12/1/30, Ser. 495 (FGIC) | NR/AA |
| 4,550 | WASHINGTON--0.3% Central Puget Sound Regional Transit Auth. Sales Tax & Motor, 7.54%, 2/1/28, Ser. 360 (FGIC) | Aaa/N |
| | Total Variable Rate Notes (cost-\$109,722,085) | |
| ----- | | |
| | VARIABLE RATE DEMAND NOTES (d) (e)--0.7% | |
| ----- | | |
| 1,000 | CONNECTICUT--0.1% State Health & Educational Fac. Auth. Rev., 1.60%, 12/1/04 | VMIG1/A |
| 6,000 | ILLINOIS--0.4% State Finance Auth. Rev., Northwestern University, 1.63%, 12/1/04 | VMIG1/A |

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2,590 MISSOURI--0.2%
 University of Missouri, University Rev.,
 1.67%, 12/1/04, Ser. A

VMIG1/A

Total Variable Rate Demand Notes (cost-\$9,590,000)

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PIMCO MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
 November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit Rat Moody's/S |
|------------------------------|--|-------------------------|
|------------------------------|--|-------------------------|

U.S. TREASURY BILLS (f)--1.6%

| | | |
|-----------|---|---------|
| \$ 21,828 | 1.56%-1.91%, 12/2/04-3/3/05 (cost-\$21,801,027) | Aaa/AAA |
|-----------|---|---------|

TOTAL INVESTMENTS BEFORE CALL OPTIONS WRITTEN
 (cost-\$1,272,777,368)--100.3%

CALL OPTIONS WRITTEN (g)--(0.3)%

Contracts

| | | |
|-------|---|--|
| | U.S. Treasury Bond Futures, Chicago Board of Trade: | |
| (895) | Strike Price \$106, expires 2/18/05 | |
| (672) | Strike Price \$113, expires 2/18/05 | |

Total options written (premiums received-\$6,036,358)

TOTAL INVESTMENTS NET OF CALL OPTIONS WRITTEN
 (cost-\$1,266,741,010)--100%

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
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PIMCO CALIFORNIA MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
 November 30, 2004 (unaudited)

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| Principal Amount (000) | | Credit Rat Moody's/S |
|---|--|-------------------------|
| ----- | | |
| CALIFORNIA MUNICIPAL BONDS & NOTES--86.7% | | |
| ----- | | |
| \$ 31,300 | ABAG Financing Auth. Rev., 5.20%-5.35%, 11/15/22-11/15/32, Ser. A | NR/A |
| 2,000 | ABC Unified School Dist. GO, zero coupon, 8/1/23, Ser. B (FGIC) | Aaa/AA |
| 1,000 | Alpine Union School Dist. GO, zero coupon, 8/1/24, Ser B (FSA) | Aaa/AA |
| 8,115 | Anaheim City School Dist. GO, 5.00%, 8/1/26 (FGIC) | Aaa/AA |
| 23,000 | Bakersfield, CP, zero coupon, 4/15/21, Ser. B | NR/AA |
| 1,945 | Bay Area Govt. Assoc. Improvement Bd. Act 1915, 6.30%, 9/2/25 | Aaa/AA |
| 2,000 | Bay Area Govt. Assoc. Lease Rev., 5.00%, 7/1/32 (AMBAC) | Aaa/AA |
| 1,085 | Capistrano Unified School Dist., Community Fac. Dist. Special Tax, 5.70%, 9/1/20 | NR/NR |
| 2,300 | Ceres Unified School Dist., GO, zero coupon, 8/1/27 (FGIC) | Aaa/AA |
| 9,865 | Chula Vista Special Tax, 6.05%-6.20%, 9/1/25-9/1/33 | NR/NR |
| 8,035 | Clovis Unified School Dist., GO, zero coupon, 8/1/23-8/1/27, Ser. B (FGIC) | Aaa/AA |
| 1,410 | Community College Financing Auth. Lease Rev., 5.00%, 8/1/27, Ser. A (AMBAC) | Aaa/AA |
| 6,355 | Corona-Norco Unified School Dist., Public Financing Auth. Special Tax, 5.55%-6.10%, 9/1/15-9/1/32, Ser. A | NR/NR |
| 1,110 | Corona-Norco Unified School Dist. Special Tax, 5.10%, 9/1/25 (AMBAC) | Aaa/AA |
| 2,800 | Cotati Redev. Agcy. Tax Allocation, 5.00%, 9/1/31, Ser. A (MBIA) | Aaa/AA |
| 3,000 | Dinuba Financing Auth. Lease Rev., 5.10%, 8/1/32 (MBIA) | Aaa/AA |
| 3,475 | Educational Facs. Auth. Rev., Loyola Marymount Univ., zero coupon, 10/1/34 (MBIA) | Aaa/N |
| 2,825 | Empire Union School Dist. Special Tax., zero coupon, 10/1/30-10/1/32 (AMBAC) | Aaa/AA |
| 1,000 | Escondido Union School Dist. GO, zero coupon, 8/1/27 (FSA) | Aaa/AA |
| 2,440 | Eureka Unified School Dist. GO, zero coupon, 8/1/27 (FSA) | Aaa/AA |
| 32,010 | Foothill Eastern Corridor Agcy. Toll Road Rev., zero coupon, 1/1/25-1/1/30, Ser. A | Aaa/AA |
| 1,500 | zero coupon, 1/15/27, Ser. A (MBIA) | Aaa/AA |
| 400 | Franklin-McKinley School Dist. GO, 5.00%, 8/1/27, Ser. B (FSA) | Aaa/AA |
| 47,900 | Golden State Tobacco Securitization Corp. Rev., 6.25%-6.75%, 6/1/33-6/1/39, Ser. 2003-A-1 | Baa3/B |
| 565 | Health Facs. Finance Auth.Rev., Catholic Healthcare Facs., 5.00%, 7/1/28, Ser. A | Baa1/B |
| 11,490 | Health Facs. Financing Auth. Rev., 5.125%-5.375%, 11/1/20-1/1/26 | NR/A |

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PIMCO CALIFORNIA MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit Rat Moody's/S |
|------------------------------|--|-------------------------|
| \$ 1,750 | Huntington Beach Community Facs. Dist. Special Tax, 6.30%, 9/1/32 | NR/NR |
| 2,080 | Industry Urban Dev. Agcy. Tax Allocation, 4.75%, 5/1/21 (MBIA) | Aaa/AA |
| 7,000 | Irvine Improvement Board Act 1915 Special Assessment, 5.70%, 9/2/26 | NR/NR |
| 1,900 | Jurupa Unified School Dist. GO, zero coupon, 5/1/27 (FGIC) | Aaa/AA |
| 2,450 | Kings Canyon JT Unified School Dist. GO, zero coupon, 8/1/27 (FGIC) | Aaa/AA |
| 5,300 | Livermore-Amador Valley Water Management Agcy., Sewer Rev., 5.00%, 8/1/31 (AMBAC) | Aaa/AA |
| 5,935 | Long Beach Unified School Dist., GO, 5.00%, 8/1/27, Ser. C (MBIA) | Aaa/N |
| 9,895 | Los Angeles, CP, 5.00%, 2/1/27 (MBIA) | Aaa/AA |
| 2,685 | 5.00%, 10/1/27, Ser. AU (MBIA) | Aaa/AA |
| 7,200 | Los Angeles Wastewater Syst. Rev., 5.00%, 6/1/30, Ser. A (FGIC) | Aaa/AA |
| 1,000 | Manhattan Beach Unified School Dist. GO, zero coupon, 9/1/25 (FGIC) | Aaa/AA |
| 7,295 | Manteca Redev. Agcy Tax Allocation, 5.00%, 10/1/32 (FSA) | Aaa/AA |
| 5,330 | Manteca Unified School Dist.Special Tax, 5.00%, 9/1/29, Ser. C (MBIA) | Aaa/AA |
| 2,365 | zero coupon, 9/1/25 (MBIA) | Aaa/AA |
| 4,000 | Merced Cnty., CP, 5.00%, 6/1/32 (AMBAC) | Aaa/NR |
| 7,320 | Modesto Elementary School Dist., Stanislaus Cnty. GO, zero coupon, 8/1/23-5/1/27, Ser. A (FGIC) | Aaa/AA |
| 2,150 | Modesto High School Dist., Stanislaus Cnty. GO, zero coupon, 8/1/26, Ser. A (FGIC) | Aaa/AA |
| 1,000 | Modesto Public Financing Auth. Lease Rev., 5.00%, 9/1/29 (AMBAC) | Aaa/AA |
| 2,385 | Monrovia Financing Auth. Lease Rev., 5.125%, 12/1/31 (AMBAC) | Aaa/AA |
| 8,590 | Montebello Unified School Dist. GO, zero coupon, 8/1/24-8/1/27 (FGIC) | Aaa/AA |
| 2,400 | Morgan Hill Unified School Dist. GO, zero coupon, 8/1/23 (FGIC) | Aaa/AA |
| 1,500 | Mountain View-Whisman School Dist. GO, 5.00%, 6/1/27 Ser. D (MBIA) | Aaa/AA |
| 1,800 | Murrieta Redev. Agcy. Tax, 5.00%, 8/1/32 (MBIA) | Aaa/AA |
| 3,245 | Newark Unified School Dist. GO, zero coupon, 8/1/26, Ser D (FSA) | Aaa/AA |
| 3,580 | Oakland Redev. Agcy. Tax Allocation, 5.25%, 9/1/27-9/1/33 | NR/A- |
| 1,000 | Orange Cnty. Community Facs. Dist. Special Tax, 6.00%, 8/15/25, Ser. A | NR/NR |

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PIMCO CALIFORNIA MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit Ra Moody's/ |
|------------------------------|--|-----------------------|
| \$ 12,000 | Orange Cnty. Sanitation Dist. CP, 5.25%, 2/1/30 (FGIC) | Aaa/A |
| 3,685 | Palmdale Community Redev. Agcy. Tax Allocation, zero coupon, 12/1/30-12/1/32 (AMBAC) | Aaa/A |
| 1,750 | Paramount Unified School Dist. GO, zero coupon, 9/1/23, Ser. B (FSA) | Aaa/A |
| 1,190 | Perris Public Financing Auth. Rev., Tax Allocation, 4.75%, 10/1/23, Ser. B (MBIA) | Aaa/A |
| 2,580 | 5.375%-5.625%, 10/1/20-10/1/31, Ser. C | NR/B |
| 14,200 | Poway Unified School Dist. Special Tax, 5.50%-6.125%, 9/1/25-9/1/33 | NR/N |
| 2,000 | Rancho Cucamonga Community Facs. Dist., Special Tax, 6.375%, 9/1/31, Ser. A | NR/N |
| 1,500 | Richmond Wastewater Rev., zero coupon, 8/1/30 (FGIC) | Aaa/A |
| 3,510 | Riverside CP, 5.00%, 9/1/33 (AMBAC) | NR/A |
| 17,500 | Rocklin Unified School Dist. GO, zero coupon, 8/1/24-8/1/27 (FGIC) | Aaa/A |
| 9,250 | Roseville Redev. Agcy. Tax Allocation, 5.00%, 9/1/27-9/1/33 (MBIA) | Aaa/A |
| 4,500 | Sacramento City Financing Auth. Rev., 5.00%, 12/1/32, Ser. A (FSA) | Aaa/A |
| 4,835 | 6.25%, 9/1/23 | NR/N |
| 12,490 | Sacramento Cnty. Airport Syst. Rev., 5.00%, 7/1/32, Ser. A (FSA) | Aaa/A |
| 16,285 | San Diego Cnty. Water Auth. Water Rev., CP, 5.00%, 5/1/28-5/1/29, Ser. A (MBIA) | Aaa/A |
| 1,500 | San Diego Public Facs. Financing Auth. Lease Rev., 5.00%, 4/1/32 (MBIA) | Aaa/A |
| 1,000 | San Diego Public Facs. Financing Auth. Sewer Rev., 5.00%, 5/15/29, Ser. A (FGIC) | Aaa/A |
| 14,000 | San Diego Public Facs. Financing Auth. Water Rev., 5.00%, 8/1/32 (MBIA) | Aaa/A |
| 5,585 | San Francisco City & Cnty. Airport Community, Int'l Airport Rev., 4.50%, 5/1/28, Ser. 15B (MBIA) | Aaa/A |
| 20,300 | 5.00%, 5/1/32, Ser. 28B (MBIA) | Aaa/A |
| 10,405 | San Joaquin Hills Transportation Corridor Agcy. Toll Road Rev., zero coupon, 1/1/25 | AAA/A |
| 10,190 | San Jose, GO, 5.125%, 9/1/31 | Aa1/A |
| 7,875 | San Juan Unified School Dist. GO, zero coupon, 8/1/23-8/1/26 (FSA) | Aaa/A |
| 4,835 | San Mateo Foster City School Dist. GO, 5.10%, 8/1/31 (FGIC) | Aaa/A |
| 2,300 | San Mateo Union High School Dist. GO, zero coupon, 9/1/20 (FGIC) | Aaa/A |
| 1,730 | San Rafael City High School Dist. GO, 5.00% 8/1/27, Ser. B (FSA) | Aaa/A |
| 3,280 | San Rafael Elementary School Dist. GO, 5.00%, 8/1/27, Ser. B (FSA) | Aaa/A |

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PIMCO CALIFORNIA MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit Ra Moody's/ |
|------------------------------|--|-----------------------|
| \$ 8,690 | Santa Clara Unified School Dist. GO, 5.00%, 7/1/25-7/1/27 (MBIA) | Aaa/AAA |
| 1,260 | Santa Cruz Cnty., CP, 5.25%, 8/1/32 | A3/NR |
| 5,000 | Santa Margarita Water Dist. Special Tax, 6.00%-6.25%, 9/1/29-9/1/30 | NR/NR |
| 3,430 | Saugus Hart School Facs. Financing Auth. Special Tax, 6.10%-6.125%, 9/1/32-9/1/33 | NR/NR |
| 1,000 | Shasta Union High School Dist. GO, zero coupon, 8/1/24 (FGIC) | Aaa/AAA |
| 4,745 | South Tahoe JT Powers Parking Financing Auth. Rev., 7.00%, 12/1/27, Ser. A | NR/NR |
| 1,800 | Southern Mono Health Care Dist. GO, zero coupon, 8/1/26 (MBIA) | Aaa/AAA |
| 35,000 | State Economic Recovery GO, 5.00%, 7/11/11, Ser A (MBIA) | Aaa/AAA |
| 200 | State Infrastructure & Economic Dev. Bk. Rev., Bay Area Toll, 5.00%, 7/1/36, Ser. B (AMBAC) | Aaa/AAA |
| 9,605 | State Public Works Board Lease Rev., 5.00%, 10/1/22, Ser. A (FSA) | Aaa/AAA |
| 1,710 | State University Rev. 5.00%, 11/1/33, Ser. A (AMBAC) | Aaa/AAA |
| 1,000 | State University Rev. & Colleges, 5.00%, 11/1/13, Ser. A (FSA) | Aaa/AAA |
| 1,170 | Statewide Community. Dev. Auth. CP, 6.10%, 11/1/15 | NR/NR |
| 2,770 | Statewide Community Dev. Auth., Rev., 5.50%, 11/1/32, Ser. A | A3/A |
| 9,700 | 5.50%, 11/15/33, | NR/A |
| 3,000 | 6.75%, 10/1/30 | NR/NR |
| 3,555 | 6.75%, 7/1/32 (h) | NR/NR |
| 1,840 | Statewide Financing Auth. Tobacco Settlement Rev., 5.625%, 5/1/29, Ser. A | Baa3/NR |
| 20,000 | 6.00%, 5/1/37, Ser. B | Baa3/NR |
| 7,750 | Tamalpais Union High School Dist. GO, 5.00%, 8/1/27 (FSA) | Aaa/AAA |
| 14,705 | Tobacco Securitization Agcy. Rev., 5.625%-6.00%, 6/1/23-6/1/35 | Baa3/BB |
| 1,800 | 5.875%, 6/1/43, Ser. A | Baa3/NR |
| 4,500 | 6.00%, 6/1/42 | Baa3/NR |
| 995 | Tracy Community Facs. Dist. Special Tax, 6.00%, 9/1/27 | NR/NR |
| 6,250 | University Revs., 5.00%, 5/15/11, Ser. A (AMBAC) | Aaa/AAA |
| 10,000 | Ventura Cnty. Community College Dist. GO, 5.00%, 8/1/27, Ser. A (MBIA) | Aaa/AAA |

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| | | |
|-------|---|---------|
| 1,555 | Ventura Unified School Dist. GO, 5.00%, 8/1/32, Ser. F (FSA) | Aaa/AAA |
| 2,000 | Vernon Electric Syst. Rev., 5.50%, 4/1/33 | A2/BBB+ |

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PIMCO CALIFORNIA MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit Ra Moody's/ |
|------------------------------|--|-----------------------|
| \$ 3,535 | Victor Elementary School Dist., zero coupon, 8/1/24-8/1/26, Ser. A (FGIC) | Aaa/AAA |
| 1,000 | Vista Unified School Dist. GO, zero coupon, 8/1/26, Ser. A (FSA) | Aaa/AAA |
| 7,320 | West Contra Costa University School Dist. GO, 5.00%, 8/1/26-8/1/31, Ser. A (MBIA) | Aaa/AAA |
| 3,375 | Westlands Water Dist. Rev. CP, 5.00%, 9/1/34 (MBIA) | Aaa/AAA |
| 2,000 | William S. Hart JT School Financing Auth. Rev., 5.625%, 9/1/34 | NR/BBB+ |
| 2,110 | Yuba City Unfied School Dist. GO, zero coupon, 9/1/25 (FGIC) | Aaa/AAA |
| | Total California Municipal Bonds & Notes (cost-\$572,224,484) | |

OTHER MUNICIPAL BONDS & NOTES--8.3%

| | | |
|--------|---|---------|
| | NEW YORK--1.3% | |
| 3,250 | State Dormitory Auth. Rev, 6.250%, 8/15/15 (FHA) | Aa2/AAA |
| 4,340 | State Thruway Auth. Highway & Bridge Trust Fund, 5.25%, 4/1/11 Ser. C (MBIA) | Aaa/AAA |
| | PUERTO RICO--3.3% | |
| 2,000 | Electric Power Auth. Rev., 5.125%, 7/1/29, Ser. NN | A3/A- |
| 2,500 | Public Building Auth. Rev., 5.00%, 7/1/36, Ser. I | Baa1/A- |
| 11,000 | 5.00%, 7/1/36, Ser. J | Aaa/AAA |
| 5,300 | Public Finance Corp., 5.75%, 8/1/27, Ser. A | Baa2/BB |
| | TENNESSEE--1.4% | |
| 8,535 | Memphis Electric Syst. Rev., 5.00%, 12/1/16, Ser. A (MBIA) | Aaa/AAA |
| | TEXAS--2.3% | |
| 13,845 | State Univ. Revs., 5.25%, 8/15/11-8/15/12, Ser. A | Aaa/AAA |

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Total Other Municipal Bonds & Notes (cost-\$55,242,247)

| CALIFORNIA VARIABLE RATE NOTES (b) (c) (d)--3.4% | | |
|--|---|--------|
| 4,238 | Los Angeles Dept. of Water & Power, Waterworks Rev., 14.77%, 7/1/41, Ser. 754 (FGIC) | Aaa/NR |
| 1,875 | Modesto Public Financing Auth. Lease Rev., 14.27%, 9/1/29, Ser. 354 (AMBAC) | AAA/NR |
| 4,952 | Oakland, GO, 14.27%, 1/15/32, Ser. 756 (FGIC) | Aaa/NR |
| 1,944 | San Diego Unified School Dist. GO, 14.27%, 7/1/27, Ser. 758 (FGIC) | Aaa/NR |
| 3,743 | San Jose GO, 14.27%, 9/1/32 (MBIA) | Aaa/NR |
| 2,288 | San Jose Unified School Dist. Santa Clara Cnty. GO, 14.27%, 8/1/27, Ser. 761 (FSA) | Aaa/NR |
| 2,500 | University Revs., 14.27%, 9/1/28, Ser. 762 (FGIC) | NR/NR |
| Total California Variable Rate Notes (cost-\$21,808,652) | | |

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PIMCO CALIFORNIA MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit R Moody's |
|--|---|---------------------|
| CALIFORNIA VARIABLE RATE DEMAND NOTES (d) (e)--0.6% | | |
| \$ 1,500 | Bay Area Toll Auth., Toll Bridge Rev., 1.64%, 12/2/04 (AMBAC) | VMIG1 |
| 2,000 | Irvine Improvement Board Act of 1915, 1.62%, 12/1/04 | VMIG1 |
| 700 | Metropolitan Water Dist. Southern California Waterworks Rev., 1.62%, 12/1/04, Ser. B3. | VMIG1 |
| Total California Variable Rate Demand Notes (cost-\$4,200,000) | | |

U.S. TREASURY BILLS (f)--1.4%

| | | |
|-------|--|------|
| 9,410 | 1.56%-1.69%, 12/2/04-3/3/05 (cost-\$9,399,944) | Aaa/ |
|-------|--|------|

TOTAL INVESTMENTS BEFORE CALL OPTION WRITTEN
(cost-\$662,875,327)--100.4%

CALL OPTIONS WRITTEN (g)--(0.4)%

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Contracts

 U.S. Treasury Bond Futures, Chicago Board of Trade:
 (470) Strike Price \$106, expires 2/18/05
 (754) Strike Price \$113, expires 2/18/05

Total call options written (premiums received-\$3,577,848)

TOTAL INVESTMENTS NET OF CALL OPTIONS WRITTEN
 (cost-\$659,297,479)--100%

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
 | 11.30.04 | PIMCO Municipal Income Funds II Semi-Annual Report 19

PIMCO NEW YORK MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
 November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit Ra Moody's/ |
|---|--|-----------------------|
| ----- | | |
| NEW YORK MUNICIPAL BONDS & NOTES--88.4% | | |
| \$ 1,250 | Buffalo Municipal Water Finance. Auth., Water System. Rev., 5.00%-5.125%, 7/1/27-7/1/32, Ser. B, (FSA) | Aaa/AAA |
| 10,000 | Erie Cnty. Tobacco Asset Securitization Corp. Rev., 6.50%, 7/15/32 | Baa1/BBB |
| 1,850 | Metropolitan Transportation Auth. Rev., 5.00%, 11/15/30, Ser. A (FSA) | Aaa/AAA |
| 10,000 | 5.25%, 11/15/31, Ser. E | A2/A |
| 7,000 | Metropolitan Transportation Auth. Service Contract, 5.35%, 7/1/31, Ser. B | A2/AAA |
| 4,000 | New York City, GO, 5.00%, 3/1/33, Ser.I | A2/A |
| 3,100 | New York City Health & Hospital Corp., Rev., 5.375%-5.45%, 2/15/26, Ser. A | A3/BBB |
| 1,500 | New York City Industrial. Dev. Agcy., Civic Fac. Rev., 5.00%, 7/1/27, | Aa2/NR |
| 1,240 | 6.45%, 7/1/32 | Ba3/NR |
| 1,000 | New York City Industrial Dev. Agcy. Rev., 4.95%, 11/20/32 (GNMA) | NR/AA+ |
| 3,055 | New York City Municipal Water Finance Auth., Water & Sewer System. Rev., 4.75%, 6/15/25, Ser. D (MBIA) | Aaa/AAA |
| 20,000 | 5.00%-5.125%, 6/15/32-6/15/34, Ser A | Aa2/AA |
| 10,000 | New York City Transitional Finance Auth. Rev., 5.00%, 11/1/27, Ser. B | Aa2/AA+ |
| 7,785 | New York City Trust Cultural Rev., 5.00%, 2/1/34 | Aaa/AAA |
| 3,600 | Port Auth. New York & New Jersey, 5.00%, 4/15/32 | Aaa/AAA |
| 6,340 | Sachem Central School District of Holbrook, 5.00%, 6/15/28-6/15/29 (MBIA) | Aaa/AAA |
| 7,500 | State Dormitory Auth. Lease Rev., State Univ. Dormitory Facs., 5.00%, 7/1/32 (Pre-refunded @100, 7/1/12) | A1/AA- |

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| | | |
|-------|--|---------|
| 2,600 | State Dormitory Auth. Revs., Catholic Health of Long Island 5.00%, 7/1/34 (AMBAC) | Baa1/BB |
| 2,000 | State Dormitory Auth. Revs., FHA-Kaleida Health Hospital., 5.05%, 2/15/25 (FHA) | NR/AAA |
| 3,225 | State Dormitory Auth. Revs., FHA-NY & Presbyterian Hospital, 4.75%, 8/1/27 (AMBAC) | Aaa/AAA |
| 5,000 | State Dormitory Auth. Revs., FHA-Saint Barnabas, 5.00%, 2/1/31, Ser. A (AMBAC) | Aaa/AAA |
| 5,300 | State Dormitory Auth. Revs., Lenox Hill Hospital, 5.50%, 7/1/30 | Baa2/NR |
| 1,400 | State Dormitory Auth. Revs., Long Island Univ., 5.25%, 9/1/28 (Radian) | Baa3/AA |
| 1,500 | State Dormitory Auth. Revs., Memorial Sloan-Kettering Center, 5.00%, 7/1/34, Ser. 1 | Aa2/AA |
| 8,850 | State Dormitory Auth. Revs., North General Hospital, 5.00%, 2/15/25 | NR/AA- |
| 8,600 | State Dormitory Auth. Revs., State Personal Income Tax, 5.00%, 3/15/32 | A1/AA |
| 1,250 | State Dormitory Auth. Revs., Student Housing Corp., 5.125%, 7/1/34 (FGIC) | Aaa/AAA |
| 4,270 | State Dormitory Auth. Revs., Teachers College, 5.00%, 7/1/32 (MBIA) | Aaa/NR |

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PIMCO NEW YORK MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

| Principal Amount (000) | | Credit Ra Moody's/ |
|---|---|-----------------------|
| \$ 2,000 | State Dormitory Auth. Revs., Yeshiva Univ., 5.125%, 7/1/34 (AMBAC) | Aaa/Aa2 |
| 2,000 | State Environmental Facs. Corp., State Clean Water & Drinking Rev., 5.125%, 6/15/31 | Aaa/AAA |
| 5,000 | State Municipal Board Bank Agcy. Special School Purpose Rev., 5.00%, 6/1/23, Ser. C. | NR/A+ |
| 6,100 | State Urban Dev. Corp., Personal Income Tax, 5.00%, 3/15/33, Ser. C | A1/AA |
| 4,700 | Triborough Bridge & Tunnel Auth. Revs., 5.00%, 1/1/32, Ser. A (FGIC) | Aaa/AAA |
| 25,000 | TOB Settlement Asset Backed, Inc., 5.75%, 7/15/32, Ser.1 | Baa3/BB |
| 10,000 | 6.375%, 7/15/39 | Baa3/BB |
| 2,000 | Warren & Washington Cnty. Industrial Dev. Agcy. Fac. Rev., 5.00%, 12/1/35, Ser A (FSA) | Aaa/AAA |
| 750 | Westchester Cnty. Industrial Dev. Agcy. Continuing Care Retirement, 6.50%, 1/1/34 | NR/NR |
| Total New York Municipal Bonds & Notes (cost-\$198,785,535) | | |

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OTHER MUNICIPAL BONDS & NOTES--5.7%

| | | | |
|-------|---|--|---------|
| ----- | | | |
| | CALIFORNIA--1.5% | | |
| 6,500 | Alamada Univ. School District , Alamada County, zero coupon, 8/1/24-8/1/25 (FSA) | | Aaa/AAA |
| 3,130 | Covina Valley Unified School District, zero coupon, 6/1/25, Ser. B (FGIC) | | Aaa/AAA |
| | | | |
| | COLORADO--0.0% | | |
| 210 | Dawson Ridge Met. District No. 1 zero coupon, 10/1/22, Ser. A | | Aaa/NR |
| | | | |
| | PUERTO RICO--4.2% | | |
| 5,675 | Children Trust Fund Tobacco Settlement Rev., 5.625%, 5/15/43 | | Baa3/BB |
| 1,500 | Commonwealth Highway & Transportation Auth.Rev., 5.25%, 7/1/38, Ser. D | | Baa1/A |
| 750 | Electric Power Authority, Power Rev., 5.125%, 7/1/29, Ser. NN | | A3/A- |
| 1,900 | Public Finance Corp., 5.75%, 8/1/27, Ser. A | | Baa2/BB |

Total Other Municipal Bonds & Notes (cost-\$13,221,605)

NEW YORK VARIABLE RATE NOTES (b) (c) (d)--3.6%

| | | | |
|-------|--|--|--------|
| 6,994 | Long Island Power Auth. Electric System. Rev., Ser. 339, 15.270%, 12/1/26, Ser. 339 (MBIA) (cost-\$7,005,927) | | Aaa/NR |
|-------|--|--|--------|

OTHER VARIABLE RATE NOTES (b) (c) (d)--1.2%

| | | | |
|-------|---|--|--------|
| 1,800 | California State Economic Recovery, 18.575%, 1/1/10 (cost-\$2,455,107) | | Aa3/NR |
|-------|---|--|--------|

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PIMCO NEW YORK MUNICIPAL INCOME FUND II SCHEDULE OF INVESTMENTS
November 30, 2004 (unaudited)

| Principal Amount (000) | | | Credit Ra Moody's/ |
|------------------------------|--|--|-----------------------|
| ===== | | | |

U.S. TREASURY BILLS (f)--1.5%

| | | | |
|----------|--|--|---------|
| \$ 3,395 | 1.56%-1.69%, 12/2/04-3/3/05 (cost-\$3,390,064) | | Aaa/AAA |
|----------|--|--|---------|

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TOTAL INVESTMENTS BEFORE CALL OPTIONS WRITTEN
(cost-\$224,858,238)--100.4%

CALL OPTIONS WRITTEN (G)--(0.4)%

Contracts

U.S. Treasury Bond Futures, Chicago Board of Trade:
(132) Strike Price \$106, expires 2/18/05
(269) Strike Price \$113, expires 2/18/05

Total call options written (premium received-\$1,011,121)

TOTAL INVESTMENTS NET OF CALL OPTIONS WRITTEN
(cost-\$223,847,117)--100%

NOTES TO SCHEDULES OF INVESTMENTS:

- (a) Pre-refunded bonds are collateralized by U.S. Government or other eligible securities which are held in escrow and used to pay principal and interest and retire the bonds at the earliest refunding date.
- (b) 144A Security -- Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, typically only to qualified institutional investors.
- (c) Residual Interest Municipal Bonds. The interest rate shown bears an inverse relationship to the interest rate on another security or the value of an index.
- (d) Variable Rate Notes -- instruments whose interest rates change on specified date (such as a coupon date or interest payment date) and/or whose interest rates vary with changes in a designated base rate (such as the prime interest rate).
- (e) Maturity date shown is date of next call.
- (f) All or partial principal amount segregated as initial margin on financial futures contracts.
- (g) Non-income producing securities.
- (h) Illiquid security.

GLOSSARY:

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AMBAC -- insured by American Municipal Bond Assurance Corp.
 CP -- Certificates of Participation
 FGIC -- insured by Financial Guaranty Insurance Co.
 FNMA -- Federal National Mortgage Association
 FSA -- insured by Financial Security Assurance, Inc.
 GO -- General Obligation Bonds
 GNMA -- Government National Mortgage Association
 MBIA -- insured by Municipal Bond Investors Assurance
 NR -- Not Rated
 PSF -- Public School Fund
 Radian -- insured by Radian Guaranty Inc.
 XLCA -- insured by XL Capital Assurance

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 SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

PIMCO MUNICIPAL INCOME FUNDS II STATEMENTS OF ASSETS AND LIABILITIES November 30, 2004 (unaudited)

| | MUNICIPAL II | |
|--|------------------|----|
| ASSETS: | | |
| Investments, at value (cost-\$1,272,777,368, \$662,875,327 and \$224,858,238, respectively) | \$ 1,328,275,805 | \$ |
| Cash | 5,673,942 | |
| Interest receivable | 20,304,610 | |
| Receivable for variation margin on futures contracts | 1,908,906 | |
| Receivable for investments sold | 85,000 | |
| Prepaid expenses | 41,933 | |
| Total Assets | 1,356,290,196 | |
| LIABILITIES: | | |
| Dividends payable to common and preferred shareholders | 4,989,734 | |
| Options written, at value (premiums received- \$6,036,358, \$3,577,848 and \$1,011,121) | 4,569,140 | |
| Payable for investments purchased | 3,311,650 | |
| Investment management fees payable | 551,512 | |
| Accrued expenses | 159,722 | |
| Total Liabilities | 13,581,758 | |
| PREFERRED SHARES (\$0.00001 PAR VALUE AND \$25,000 NET ASSET AND LIQUIDATION VALUE PER SHARE APPLICABLE TO AN AGGREGATE OF 20,200, 10,400 AND 3,600 SHARES | | |

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| | | |
|--|----------------|----|
| ISSUED AND OUTSTANDING, RESPECTIVELY) | 505,000,000 | |
| ===== | | |
| NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS | \$ 837,708,438 | \$ |
| ===== | | |
| COMPOSITION OF NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS: | | |
| Common Stock: | | |
| Par value (\$0.00001 per share) | \$ 581 | \$ |
| ----- | | |
| Paid-in-capital in excess of par | 825,802,301 | |
| ----- | | |
| Undistributed net investment income | 8,210,314 | |
| ----- | | |
| Accumulated net realized loss | (60,775,967) | |
| ----- | | |
| Net unrealized appreciation of investments, futures contracts and options written | 64,471,209 | |
| ----- | | |
| NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS | \$ 837,708,438 | \$ |
| ===== | | |
| Common Shares Outstanding | 58,100,052 | |
| ----- | | |
| NET ASSET VALUE PER COMMON SHARE | \$ 14.42 | \$ |
| ===== | | |

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SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

PIMCO MUNICIPAL INCOME FUNDS II STATEMENTS OF OPERATIONS
For the six months ended November 30, 2004 (unaudited)

| | | |
|--------------------------------------|---------------|--------------|
| | | MUNICIPAL II |
| ----- | | |
| INVESTMENT INCOME: | | |
| Interest | \$ 37,268,450 | |
| ----- | | |
| EXPENSES: | | |
| Investment management fees | 4,334,669 | |
| ----- | | |
| Auction agent fees and commissions | 644,582 | |
| ----- | | |
| Custodian and accounting agent fees | 111,014 | |
| ----- | | |
| Reports to shareholders | 42,456 | |
| ----- | | |
| New York Stock Exchange listing fees | 35,240 | |
| ----- | | |
| Trustees' fees and expenses | 34,674 | |
| ----- | | |
| Audit and tax services | 33,855 | |

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| | |
|---|---------------|
| Transfer agent fees | 18,300 |
| Legal fees | 17,934 |
| Insurance expense | 12,476 |
| Investor relations | 7,869 |
| Miscellaneous | 13,286 |
| Total expenses | 5,306,355 |
| Less: investment management fees waived | (1,000,308) |
| custody credits earned on cash balances | (31,775) |
| Net expenses | 4,274,272 |
| NET INVESTMENT INCOME | \$ 32,994,178 |
| ===== | |
| REALIZED AND UNREALIZED GAIN (LOSS): | |
| Net realized gain (loss) on: | |
| Investments | (1,442,268) |
| Futures contracts | (43,102,005) |
| Options written | (489,677) |
| Net change in unrealized appreciation/depreciation of: | |
| Investments | 64,576,849 |
| Futures contracts | 2,432,281 |
| Options written | 1,076,218 |
| Net realized and unrealized gain on investments, futures contracts and options written | 23,051,398 |
| NET INCREASE IN NET ASSETS RESULTING FROM INVESTMENT OPERATIONS | 56,045,576 |
| ===== | |
| DIVIDENDS ON PREFERRED SHARES FROM NET INVESTMENT INCOME | (3,172,332) |
| ===== | |
| NET INCREASE IN NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS RESULTING FROM INVESTMENT OPERATIONS | \$ 52,873,244 |
| ===== | |

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
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PIMCO MUNICIPAL INCOME FUNDS II STATEMENTS OF CHANGES IN NET ASSETS
APPLICABLE TO COMMON SHAREHOLDERS

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INVESTMENT OPERATIONS:

Net investment income

Net realized gain (loss) on investments, futures contracts and options written

Net change in unrealized appreciation/depreciation of investments, futures
contracts and options written

Net increase (decrease) in net assets resulting from investment operations

DIVIDENDS ON PREFERRED SHARES FROM NET INVESTMENT INCOME

Net increase (decrease) in net assets applicable to common shareholders
resulting from investment operations.

DIVIDENDS TO COMMON SHAREHOLDERS FROM NET INVESTMENT INCOME

CAPITAL SHARE TRANSACTIONS:

Reinvestment of dividends and distributions

Total increase (decrease) in net assets applicable to common shareholders

=====

NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS:

Beginning of period

End of period (including undistributed net investment income of
\$8,210,314 and \$7,765,501; \$3,031,052 and \$3,271,140; \$370,102
and \$356,073; respectively)

=====

COMMON SHARES ISSUED IN REINVESTMENT OF DIVIDENDS:

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SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

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| Six Months ended November 30, 2004 (unaudited) | For the Year ended May 31, 2004 | Six Months ended November 30, 2004 (unaudited) | For the Year ended May 31, 2004 |
|---|---------------------------------------|---|---------------------------------------|
| \$15,898,845 | \$ 33,940,350 | \$ 5,652,099 | \$11,106,041 |
| (10,527,121) | 5,655,818 | (4,899,495) | 1,168,992 |
| 27,183,722 | (43,456,385) | 9,055,972 | (11,274,316) |
| 32,555,446 | (3,860,217) | 9,808,576 | 1,000,717 |
| (1,432,817) | (2,082,467) | (559,838) | (718,744) |
| 31,122,629 | (5,942,684) | 9,248,738 | 281,973 |
| (14,706,116) | (28,120,948) | (5,078,232) | (9,708,825) |
| 1,061,693 | 1,752,390 | 298,360 | 778,884 |
| 17,478,206 | (32,311,242) | 4,468,866 | (8,647,968) |
| 407,659,156 | 439,970,398 | 140,957,633 | 149,605,601 |
| \$425,137,362 | \$407,659,156 | \$145,426,499 | \$140,957,633 |
| 76,041 | 125,989 | 21,300 | 55,136 |

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PIMCO MUNICIPAL INCOME FUNDS II NOTES TO FINANCIAL STATEMENTS
November 30, 2004 (unaudited)

1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

PIMCO Municipal Income Fund II ("Municipal II"), PIMCO California Municipal Income Fund II ("California Municipal II") and PIMCO New York Municipal Income Fund II ("New York Municipal II") collectively referred to as the "Funds" or

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"PIMCO Municipal Income Funds II", were organized as Massachusetts business trusts on March 29, 2002. Prior to commencing operations on June 28, 2002, the Funds had no operations other than matters relating to their organization and registration as closed-end management investment companies registered under the Investment Company Act of 1940 and the rules and regulations thereunder, as amended. PA Fund Management LLC, (the "Investment Manager"), serves as the Funds' Investment Manager and is an indirect, wholly-owned subsidiary of Allianz Global Investors of America L.P. ("AGI"), formerly Allianz Dresdner Asset Management of America L.P. AGI is an indirect, majority-owned subsidiary of Allianz AG. The Funds have an unlimited amount of \$0.00001 par value common stock authorized.

Municipal II invests substantially all of its assets in a portfolio of municipal bonds, the interest from which is exempt from federal income taxes. California Municipal II invests substantially all of its assets in municipal bonds which pay interest that is exempt from federal and California state income taxes. New York Municipal II invests substantially all of its assets in municipal bonds which pay interest that is exempt from federal, New York State and New York City income taxes. The Funds will seek to avoid bonds generating interest income which could potentially subject individuals to alternative minimum tax. The issuers' abilities to meet their obligations may be affected by economic and political developments in a specific state or region.

The preparation of the financial statements in accordance with accounting principles generally accepted in the United States of America 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.

In the normal course of business the Funds enter into contracts that contain a variety of representations which provide general indemnifications. The Funds' maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Funds based upon events that have not yet been asserted. However, the Funds expect the risk of any loss to be remote.

The following is a summary of significant accounting policies consistently followed by the Funds:

(a) VALUATION OF INVESTMENTS

Portfolio securities and other financial instruments for which market quotations are readily available are stated at market value. Portfolio securities and other financial instruments for which market quotations are not readily available or if a development/event occurs that may impact the value of the security, may be fair-valued in good faith pursuant to procedures established by the Board of Trustees. The Funds' investments are valued daily by an independent pricing service. The independent pricing service uses information provided by market makers or estimates of market values obtained from yield data relating to investments or securities with similar characteristics. Short-term investments maturing in sixty days or less are valued at amortized cost, if their original maturity was 60 days or less or by amortizing their value on the 61st day prior to maturity, if the original term to maturity exceeded 60 days. Exchange traded options, futures and options on futures are valued at the settlement price determined by the relevant exchange. The prices used by the Funds to value securities may differ from the value that would be realized if the securities were sold and the differences could be material to the financial statements. The Funds net asset value is determined daily at the close of regular trading (normally 4:00 p.m. Eastern time) on the New York Stock Exchange.

(b) INVESTMENT TRANSACTIONS AND INVESTMENT INCOME

Investment transactions are accounted for on the trade date. Realized gains and losses on investments are determined on the identified cost basis. Interest income is recorded on an accrual basis. Original issue discounts or premiums on

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debt securities purchased are accreted or amortized daily to non-taxable interest income. Market discount, if any, is accreted daily to taxable income.

(b) FEDERAL INCOME TAXES

The Funds intend to distribute all of their taxable income and to comply with the other requirements of the U.S. Internal Revenue Code of 1986, as amended, applicable to regulated investment companies. Accordingly, no provision for U.S. federal income taxes is required. In addition, by distributing substantially all of their taxable ordinary income and long-term capital gains, if any, during each calendar year, the Funds intend not to be subject to U.S. federal excise tax.

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PIMCO MUNICIPAL INCOME FUNDS II NOTES TO FINANCIAL STATEMENTS
November 30, 2004 (unaudited)

1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) FUTURES CONTRACTS

A futures contract is an agreement between two parties to buy and sell a financial instrument at a set price on a future date. Upon entering into such a contract, the Funds are required to pledge to the broker an amount of cash or securities, equal to the minimum "initial margin" requirements of the exchange. Pursuant to the contracts, the Funds agree to receive from or pay to the broker an amount of cash equal to the daily fluctuation in the value of the contracts. Such receipts or payments are known as "variation margin" and are recorded by the Funds as unrealized appreciation or depreciation. When the contracts are closed, the Funds record a realized gain or loss equal to the difference between the value of the contracts at the time they were opened and the value at the time they were closed. Any unrealized appreciation or depreciation recorded is simultaneously reversed. The use of futures transactions involves the risk of an imperfect correlation in the movements in the price of futures contracts, interest rates and the underlying hedged assets, and the possible inability of counterparties to meet the terms of their contracts.

(e) OPTION TRANSACTIONS

The Funds may purchase and write (sell) put and call options for hedging on. The risk associated with purchasing an option is that the Funds pay a premium whether or not the option is exercised. Additionally, the Funds bear the risk of loss of premium and change in market value should the counterparty not perform under the contract. Put and call options purchased are accounted for in the same manner as portfolio securities. The cost of securities acquired through the exercise of call options is increased by the premiums paid. The proceeds from the securities sold through the exercise of put options is decreased by the premiums paid.

When an option is written, the premium received is recorded as a liability and subsequently marked to market to reflect the current market value of the option written. These liabilities are reflected as options written in the Statements of Assets and Liabilities. Premiums received from writing options which expire unexercised are recorded on the expiration date as a realized gain. The difference between the premium received and the amount paid on effecting a closing purchase transaction, including brokerage commissions, is also treated as a realized gain, or if the premium is less than the amount paid for the closing purchase transactions, as a realized loss. If a call option is exercised, the premium is added to the proceeds from the sale of the underlying

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security in determining whether there has been a realized gain or loss. If a put option is exercised, the premium reduces the cost basis of the security. In writing an option, the Funds bear the market risk of an unfavorable change in the price of the security underlying the written option. Exercise of an option written could result in the Funds purchasing a security at a price different from the current market price.

(f) RESIDUAL INTEREST MUNICIPAL BONDS ("RIBS")/RESIDUAL INTEREST TAX EXEMPT BONDS ("RITES") The Funds invest in RIBS and RITES whose interest rates bear an inverse relationship to the interest rate on another security or the value of an index. RIBS and RITES are created by dividing the income stream provided by the underlying bonds to create two securities, one short-term and one long-term. The interest rate on the short-term component is reset by an index or auction process normally every seven to 35 days. After income is paid on the short-term securities at current rates, the residual income from the underlying bond(s) goes to the long-term securities. Therefore, rising short-term interest rates result in lower income for the longer-term portion, and vice versa. The longer-term bonds may be more volatile and less liquid than other municipal bonds of comparable maturity. An investment in RITES typically will involve greater risk than an investment in a fixed rate bond.

(g) DIVIDENDS AND DISTRIBUTIONS--COMMON STOCK The Funds declare dividends from net investment income monthly to common shareholders. Distributions of net realized capital gains, if any, are paid at least annually. Each Fund records dividends and distributions to its shareholders on the ex-dividend date. The amount of dividends and distributions from net investment income and net realized capital gains are determined in accordance with federal income tax regulations, which may differ from generally accepted accounting principles. These "book-tax" differences are either considered either temporary or permanent in nature. To the extent these differences are permanent in nature, such amounts are reclassified within the capital accounts based on their federal income tax treatment; temporary differences do not require reclassification. To the extent dividends and/or distributions exceed current and accumulated earnings and profits for federal income tax purposes they are reported as dividends and/or distributions of paid-in capital in excess of par.

(h) CUSTODY CREDITS EARNED ON CASH BALANCES

The Funds benefit from an expense offset arrangement with their custodian bank whereby uninvested cash balances earn credits which reduce monthly custodian and accounting agent expenses. Had these cash balances been invested in income producing securities, they would have generated income for the Funds.

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PIMCO MUNICIPAL INCOME FUNDS II NOTES TO FINANCIAL STATEMENTS
November 30, 2004 (unaudited)

2. INVESTMENT MANAGER AND SUB-ADVISER

Each Fund has entered into an Investment Management Agreement (the "Agreements") with the Investment Manager. Subject to the supervision by each Fund's Board of Trustees, the Investment Manager is responsible for managing, either directly or through others selected by it, the Fund's investment activities, business affairs and other administrative matters. Pursuant to the Agreements, the Investment Manager receives an annual fee, payable monthly, at the annual rate of 0.65% of each Fund's average daily net assets, including net assets attributable to any preferred shares that may be outstanding. In order to reduce Fund expenses, the Investment Manager has contractually agreed to reimburse each Fund for fees and expenses at the annual rate of 0.15% of each Fund's average

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daily net assets, including net assets attributable to any preferred shares that may be outstanding, from the commencement of operations through June 30, 2007, and for a declining amount thereafter through June 30, 2009.

The Investment Manager has retained its affiliate, Pacific Investment Management Company LLC (the "Sub-Adviser") to manage each Fund's investments. Subject to the supervision of the Investment Manager, the Sub-Adviser makes all the Fund's investment decisions. The Investment Manager, and not the Funds pays a portion of the fees it receives to the Sub-Adviser in return for its services, at the maximum annual rate of 0.50% of each Fund's average daily net assets including net assets attributable to any preferred shares that may be outstanding. The Sub-Adviser has contractually agreed to waive a portion of the fees it is entitled to receive from the Investment Manager, such that the Sub-Adviser will receive 0.26% of each Fund's average daily net assets, including net assets attributable to any preferred shares that may be outstanding, from the commencement of the Funds' operations through June 30, 2007, and will receive an increasing amount not to exceed 0.50% of each Fund's average daily net assets, including net assets attributable to any preferred shares that may be outstanding thereafter through June 30, 2009. The Investment Manager informed the Funds that it paid the Sub-Adviser \$1,733,868, \$884,406 and \$305,145 in connection with sub-advisory services for Municipal II, California Municipal II and New York Municipal II, respectively, for the six months ended November 30, 2004.

3. INVESTMENTS IN SECURITIES

(a) For the six months ended November 30, 2004, purchases and sales of investments, other than short-term securities, were::

| | Municipal II | California Municipal II |
|-----------|---------------|----------------------------|
| Purchases | \$ 81,558,310 | \$49,764,963 |
| Sales | 105,851,596 | 24,288,994 |

(b) Futures contracts outstanding at November 30, 2004:

| Fund | Type | Notional Amount (000) |
|-------------------------|-----------------------------------|-----------------------------|
| Municipal II | Short: U.S. Treasury 30 Year Bond | \$(4,337) |
| | Long: Eurodollar Futures | 3,675 |
| California Municipal II | Short: U.S. Treasury 30 Year Bond | (98) |
| | Short: U.S. Treasury 30 Year Bond | (927) |
| | Long: Eurodollar Futures | 2,125 |
| New York Municipal II | Short: U.S. Treasury 30 Year Bond | (341) |
| | Long: Eurodollar Futures | 518 |

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PIMCO MUNICIPAL INCOME FUNDS II NOTES TO FINANCIAL STATEMENTS
November 30, 2004 (unaudited)

3. INVESTMENTS IN SECURITIES (CONTINUED)

(c) Transactions in options written for the six months ended November 30, 2004:

Municipal II:

Options outstanding, May 31, 2004
Options written
Options terminated in closing purchase transactions
Options exercised

Options outstanding, November 30, 2004

California Municipal II:

Options outstanding, May 31, 2004
Options written
Options terminated in closing purchase transactions
Options exercised

Options outstanding, November 30, 2004

New York Municipal II:

Options outstanding, May 31, 2004
Options written
Options terminated in closing purchase transactions
Options exercised

Options outstanding, November 30, 2004

4. INCOME TAX INFORMATION

The cost of investments for federal income tax purposes and gross unrealized appreciation and gross unrealized depreciation of investments at November 30, 2004 were:

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| | Cost of Investments | Gross Unrealized Appreciation |
|-------------------------|------------------------|-------------------------------------|
| Municipal II | \$1,272,777,368 | \$58,601,186 |
| California Municipal II | 662,875,327 | 16,007,074 |
| New York Municipal II | 224,858,238 | 6,419,763 |

5. AUCTION PREFERRED SHARES

Municipal II has issued 4,040 shares of Preferred Shares Series A, 4,040 shares of Preferred Shares Series B, 4,040 shares of Preferred Shares Series C, 4,040 shares of Preferred Shares Series D and 4,040 shares of Preferred Shares Series E, each with a net asset and liquidation value of \$25,000 per share plus accrued dividends.

California Municipal II has issued 2,080 shares of Preferred Shares Series A, 2,080 shares of Preferred Shares Series B, 2,080 shares of Preferred Shares Series C, 2,080 shares of Preferred Shares Series D and 2,080 shares of Preferred Shares Series E, each with a net asset and liquidation value of \$25,000 per share plus accrued dividends.

New York Municipal II has issued 1,800 shares of Preferred Shares Series A and 1,800 shares of Preferred Shares Series B, each with a net asset and liquidation value of \$25,000 per share, plus accrued dividends.

Dividends are accumulated daily at an annual rate set through auction procedures. Distributions of net realized capital gains, if any, are paid annually.

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PIMCO MUNICIPAL INCOME FUNDS II NOTES TO FINANCIAL STATEMENTS
November 30, 2004 (unaudited)

5. AUCTION PREFERRED SHARES (CONTINUED)

For the six months ended November 30, 2004, the annualized dividend rates ranged from:

| | High | Low | At 11/30/04 |
|--------------------------|-------|-------|-------------|
| MUNICIPAL II: | | | |
| Series A | 1.66% | 0.99% | 1.50% |
| Series B | 1.65% | 1.00% | 1.50% |
| Series C | 1.70% | 0.95% | 1.70% |
| Series D | 1.70% | 0.99% | 1.70% |
| Series E | 1.64% | 1.00% | 1.30% |
| CALIFORNIA MUNICIPAL II: | | | |
| Series A | 1.50% | 0.62% | 0.95% |
| Series B | 1.55% | 0.70% | 0.95% |
| Series C | 1.26% | 0.75% | 1.10% |
| Series D | 1.45% | 0.98% | 1.10% |
| Series E | 1.70% | 0.70% | 1.70% |

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NEW YORK MUNICIPAL II:

| | | | |
|----------|-------|-------|-------|
| Series A | 1.65% | 0.90% | 1.55% |
| Series B | 1.66% | 0.45% | 1.00% |

The Funds are subject to certain limitations and restrictions while Preferred Shares are outstanding. Failure to comply with these limitations and restrictions could preclude the Funds from declaring any dividends or distributions to common shareholders or repurchasing common shares and/or triggering the mandatory redemption of Preferred Shares at their liquidation value.

Preferred Shares, which are entitled to one vote per share, generally vote together with the common stock but vote separately as a class to elect two Trustees and on any matters affecting the rights of the Preferred Shares.

6. SUBSEQUENT COMMON DIVIDEND DECLARATIONS

On December 1, 2004, the following dividends were declared to common shareholders payable December 31, 2004 to shareholders of record on December 17, 2004:

| | |
|-------------------------|-----------------------------|
| Municipal II | \$0.084375 per common share |
| California Municipal II | \$0.08125 per common share |
| New York Municipal II | \$0.08125 per common share |

On January 3, 2005, the following dividends were declared to common shareholders payable February 1, 2005 to shareholders of record on January 14, 2005:

| | |
|-------------------------|-----------------------------|
| Municipal II | \$0.084375 per common share |
| California Municipal II | \$0.08125 per common share |
| New York Municipal II | \$0.08125 per common share |

7. LEGAL PROCEEDINGS

On September 13, 2004, the Securities and Exchange Commission (the "Commission") announced that the Investment Manager and certain of its affiliates had agreed to a settlement of charges that they and certain of their officers had, among other things, violated various antifraud provisions of the federal securities laws in connection with an alleged market-timing arrangement involving trading of shares of various open-end investment companies ("open-end funds") advised or distributed by the Investment Manager and certain of its affiliates. In their settlement with the Commission, the Investment Manager and their affiliates consented to the entry of an order by the Commission and, without admitting or denying the findings contained in the order, agreed to implement certain compliance and governance changes and consented to cease-and-desist orders and censures. In addition, the Investment Manager and its affiliates agreed to pay civil money penalties in the aggregate amount \$40 million and to pay disgorgement in the amount of \$10 million, for an aggregate payment of

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PIMCO MUNICIPAL INCOME FUNDS II NOTES TO FINANCIAL STATEMENTS
November 30, 2004 (unaudited)

7. LEGAL PROCEEDINGS (CONTINUED)

\$50 million. In connection with the settlement, the Investment Manager and its affiliates have been dismissed from the related complaint the Commission filed

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on May 6, 2004 in the U.S. District Court in the Southern District of New York. Neither the complaint nor the order alleges any inappropriate activity took place with respect to the Funds.

In a related, action on June 1, 2004, the Attorney General of the State of New Jersey announced that it had entered into a settlement agreement with AGI and certain other affiliates of the Investment Manager, in connection with a complaint filed by the New Jersey Attorney General ("NJAG") on February 17, 2004. The NJAG dismissed claims against the Sub-Adviser, which had been part of the same complaint. In the settlement, AGI and other named affiliates neither admitted nor denied the allegations or conclusions of law, but did agree to pay New Jersey a civil fine of \$15 million and \$3 million for investigative costs and further potential enforcement initiatives against unrelated parties. They also undertook to implement certain governance changes. The complaint relating to the settlement contained allegations arising out of the same matters that were subject of the Commission order regarding market timing described above.

On September 15, 2004, the Commission announced that the Investment Manager and certain of its affiliates agreed to settle an enforcement action in connection with charges that they violated various antifraud and other provisions of federal securities laws as a result of, among other things, their failure to disclose to the board of trustees and shareholders of various open-end funds advised or distributed by the Investment Manager and its affiliates material facts and conflicts of interest that arose from their use of brokerage commissions on portfolio transactions to pay for so-called "shelf space" arrangements with certain broker-dealers. In the settlement, the Investment Manager and its affiliates consented to the entry of an order by the Commission without admitting or denying the findings contained in the order. In connection with the settlement, the Investment Manager and its affiliates agreed to undertake certain compliance and disclosure reforms and consented to cease-and-desist orders and censures. In addition, the Investment Manager and these affiliates agreed to pay a civil money penalty of \$5 million and to pay disgorgement of \$6.6 million based upon the amount of brokerage commissions alleged to have been paid by such open-end funds in connection with these arrangements (and related interest). In a related action, the California Attorney General announced on September 15, 2004 that it had entered an agreement with an affiliate of the Investment Manager in resolution of an investigation into matters that are similar to those discussed in the Commission's order. The settlement agreement resolves matters described in the complaint filed by the California Attorney General in the Superior Court of the State of California alleging, among other things, that this affiliate violated certain antifraud provisions of California law by failing to disclose matters related to the shelf-space arrangements described above. In the settlement agreement, the affiliate did not admit to any liability but agreed to pay \$5 million in civil penalties and \$4 million in recognition of the California Attorney General's fees and costs associated with the investigation and related matters. Neither the Commission's order nor the California Attorney General's complaint alleges any inappropriate activity took place with respect to the Funds.

Since February 2004, the Investment Manager, the Sub-Adviser and certain of their affiliates have been named as defendants in 14 lawsuits filed in U.S. District Court in the Southern District of New York, the Central District of California and the Districts of New Jersey and Connecticut. Ten of those lawsuits concern "market timing," and they have been transferred to and consolidated for pre-trial proceedings in the U.S. District Court for the District of Maryland; the remaining four lawsuits concern "revenue sharing" with brokers offering "shelf space" and have been consolidated into a single action in the U.S. District Court for the District of Connecticut. The lawsuits have been commenced as putative class actions on behalf of investors who purchased, held or redeemed shares of affiliated funds during specified periods or as derivative actions on behalf of the funds. The lawsuits generally relate to the

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same facts that are the subject of the regulatory proceedings discussed above. The lawsuits seek, among other things, unspecified compensatory damages plus interest and, in some cases, punitive damages, the rescission of investment advisory contracts, the return of fees paid under those contracts and restitution. The Investment Manager and the Sub-Adviser believe that other similar lawsuits may be filed in U.S. federal or state courts naming as defendants the Investment Manager, the Sub-Adviser, AGI, the Funds, other open- and closed-end funds advised or distributed by the Investment Manager, the Sub-Adviser and/or their affiliates, the boards of trustees of those funds, and/or other affiliates and their employees.

Under Section 9(a) of the Investment Company Act of 1940, if any of the various regulatory proceedings or lawsuits were to result in a court injunction against the Investment Manager, the Sub-Adviser, AGI and/or their affiliates, they and their affiliates would, in the absence of exemptive relief granted by the Commission, be barred from serving as an investment adviser/sub-adviser or principal underwriter for any registered investment company, including the Funds. In connection with an inquiry from the Commission concerning the status of the New Jersey settlement described above under

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PIMCO MUNICIPAL INCOME FUNDS II NOTES TO FINANCIAL STATEMENTS
November 30, 2004 (unaudited)

7. LEGAL PROCEEDINGS (CONTINUED)

Section 9(a), the Investment Manager, the Sub-Adviser, and certain of their affiliates (together, the "Applicants") have sought exemptive relief from the Commission under Section 9(c) of the Investment Company Act of 1940. The Commission has granted the Applicants a temporary exemption from the provisions of Section 9(a) with respect to the New Jersey settlement until the earlier of (i) September 13, 2006 and (ii) the date on which the Commission takes final action on their application for a permanent order. There is no assurance that the Commission will issue a permanent order.

It is possible that these matters and/or other developments resulting from these matters could lead to a decrease in the market price of the Funds' shares or other adverse consequences to the Funds and their shareholders. However, the Investment Manager and the Sub-Adviser believe that these matters are not likely to have a material adverse effect on the Funds or on the Investment Manager's or the Sub-Adviser's ability to perform its respective investment advisory services relating to the Funds.

8. CORPORATE CHANGES

On July 29, 2004, Stephen Treadway resigned as the Funds' Chairman. On September 14, 2004, David C. Flattum was appointed to the Board of Trustees and Youse Guia was named as the Funds' Chief Compliance Officer. On October 5, 2004, the Board of Trustees elected Robert E. Connor as Chairman. On December 14, 2004, Thomas J. Fuccillo was appointed as the Funds' Secretary.

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PIMCO MUNICIPAL INCOME FUNDS II FINANCIAL HIGHLIGHTS
For a share of common stock outstanding throughout each period

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| | Six months ended November 30, 2004 (unaudited) |
|---|---|
| Net asset value, beginning of period | \$ 14.01 |
| INCOME FROM INVESTMENT OPERATIONS: | |
| Net investment income | 0.57 |
| Net realized and unrealized gain (loss) on investments, futures contracts and options written | 0.40 |
| Total from investment operations | 0.97 |
| DIVIDENDS AND DISTRIBUTIONS ON PREFERRED SHARES FROM: | |
| Net investment income | (0.05) |
| Net realized gains | -- |
| Total dividends and distributions on preferred shares | (0.05) |
| Net increase in net assets applicable to common shareholders resulting from investment operations | 0.92 |
| DIVIDENDS AND DISTRIBUTIONS TO COMMON SHAREHOLDERS FROM: | |
| Net investment income | (0.51) |
| Net realized gains | -- |
| Total dividends and distributions to common shareholders | (0.51) |
| CAPITAL SHARE TRANSACTIONS: | |
| Common stock offering costs charged to paid-in capital in excess of par | -- |
| Preferred shares offering costs/underwriting discounts charged to paid-in capital in excess of par | -- |
| Total capital share transactions | -- |
| Net asset value, end of period | \$ 14.42 |
| Market price, end of period | \$ 14.11 |
| TOTAL INVESTMENT RETURN (1) | 9.85% |
| RATIOS/SUPPLEMENTAL DATA: | |
| Net assets applicable to common shareholders, end of period (000) | \$837,708 |
| Ratio of expenses to average net assets (2) (3) (5) | 1.04% (4) |
| Ratio of net investment income to average net assets (2) (5) | 7.98% (4) |
| Preferred shares asset coverage per share | \$ 66,464 |

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| | |
|--------------------|----|
| Portfolio turnover | 6% |
|--------------------|----|

- * Commencement of operations
- ** Initial public offering price of \$15.00 per share less underwriting discount of \$0.675 per share.
- (1) Total investment return is calculated assuming a purchase of common stock at the current market price on the first day of each period and a sale at the current market price on the last day for each period reported. Dividends and distributions are assumed, for purposes of this calculation, to be reinvested at prices obtained under the Fund's dividend reinvestment plan. Total investment return does not reflect brokerage commissions or sales charges. Total investment return for a period of less than one year is not annualized.
- (2) Calculated on the basis of income and expenses applicable to both common and preferred shares relative to the average net assets of common shareholders.
- (3) Inclusive of expenses offset by custody credits earned on cash balances at the custodian bank. (See note 1(h) in Notes to Financial Statements).
- (4) Annualized.
- (5) During the periods indicated above, the Investment Manager waived a portion of its investment management fee. If such waiver had not been in effect, the ratio of expenses to average net assets and the ratio of net investment income to average net assets would have been 1.28% (annualized) and 7.74% (annualized) respectively for the six months ended November 30, 2004; 1.28% and 7.92%, respectively for the year ended May 31, 2004; 1.18% (annualized) and 6.76% (annualized), respectively for the period June 28, 2002 (commencement of operations) through May 31, 2003.

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
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PIMCO MUNICIPAL INCOME FUNDS II FINANCIAL HIGHLIGHTS
For a share of common stock outstanding throughout each period

| | Six months ended November 30, 2004 (unaudited) |
|--|---|
| Net asset value, beginning of period | \$ 13.53 |
| INCOME FROM INVESTMENT OPERATIONS: | |
| Net investment income | 0.53 |
| Net realized and unrealized gain (loss) on investments, futures contracts and options written | 0.55 |
| Total from investment operations | 1.08 |
| DIVIDENDS AND DISTRIBUTIONS ON PREFERRED SHARES FROM: | |
| Net investment income | (0.05) |

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| | |
|--|-----------|
| Net realized gains | -- |
| Total dividends and distributions on preferred shares | (0.05) |
| Net increase (decrease) in net assets applicable to common shareholders resulting from investment operations | 1.03 |
| DIVIDENDS AND DISTRIBUTIONS TO COMMON SHAREHOLDERS FROM: | |
| Net investment income | (0.49) |
| Net realized gains | -- |
| Total dividends and distributions to common shareholders | (0.49) |
| CAPITAL SHARE TRANSACTIONS: | |
| Common stock offering costs charged to paid-in capital in excess of par | -- |
| Preferred shares offering costs/underwriting discounts charged to paid-in capital in excess of par | -- |
| Total capital share transactions | -- |
| Net asset value, end of period | \$ 14.07 |
| Market price, end of period | \$ 13.94 |
| TOTAL INVESTMENT RETURN (1) | 8.80% |
| RATIOS/SUPPLEMENTAL DATA: | |
| Net assets applicable to common shareholders, end of period (000) | \$425,137 |
| Ratio of expenses to average net assets (2) (3) (5) | 1.07% (4) |
| Ratio of net investment income to average net assets (2) (5) | 7.58% (4) |
| Preferred shares asset coverage per share | \$ 65,874 |
| Portfolio turnover | 4% |

* Commencement of operations

** Initial public offering price of \$15.00 per share less underwriting discount of \$0.675 per share.

- (1) Total investment return is calculated assuming a purchase of common stock at the current market price on the first day of each period and a sale at the current market price on the last day for each period reported. Dividends and distributions are assumed, for purposes of this calculation, to be reinvested at prices obtained under the Fund's dividend reinvestment plan. Total investment return does not reflect brokerage commissions or sales charges. Total investment return for a period of less than one year is not annualized.
- (2) Calculated on the basis of income and expenses applicable to both common and preferred shares relative to the average net assets of common shareholders.
- (3) Inclusive of expenses offset by custody credits earned on cash balances at the custodian bank. (See note 1(h) in Notes to Financial Statements).
- (4) Annualized.
- (5) During the periods indicated above, the Investment Manager waived a portion

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of its investment management fee. If such waiver had not been in effect, the ratio of expenses to average net assets and the ratio of net investment income to average net assets would have been 1.32% (annualized) and 7.33% (annualized) respectively, for the six months ended November 30, 2004; 1.31% and 7.83%, respectively for the year ended May 31, 2004; 1.20% (annualized) and 6.34% (annualized), respectively for the period June 28, 2002 (commencement of operations) through May 31, 2003.

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SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

PIMCO MUNICIPAL INCOME FUNDS II FINANCIAL HIGHLIGHTS For a share of common stock outstanding throughout each period

| | Six months ended November 30, 2004 (unaudited) |
|---|---|
| Net asset value, beginning of period | \$ 13.54 |
| <hr style="border-top: 1px dashed black;"/> | |
| INCOME FROM INVESTMENT OPERATIONS: | |
| Net investment income | 0.54 |
| <hr style="border-top: 1px dashed black;"/> | |
| Net realized and unrealized gain (loss) on investments, futures contracts and options written | 0.40 |
| <hr style="border-top: 1px dashed black;"/> | |
| Total from investment operations | 0.94 |
| <hr style="border-top: 1px dashed black;"/> | |
| DIVIDENDS AND DISTRIBUTIONS ON PREFERRED SHARES FROM: | |
| Net investment income | (0.05) |
| <hr style="border-top: 1px dashed black;"/> | |
| Net realized gains | -- |
| <hr style="border-top: 1px dashed black;"/> | |
| Total dividends and distributions on preferred shares | (0.05) |
| <hr style="border-top: 1px dashed black;"/> | |
| Net increase in net assets applicable to common shareholders resulting from investment operations | 0.89 |
| <hr style="border-top: 1px dashed black;"/> | |
| DIVIDENDS AND DISTRIBUTIONS TO COMMON SHAREHOLDERS FROM: | |
| Net investment income | (0.49) |
| <hr style="border-top: 1px dashed black;"/> | |
| Net realized gains | -- |
| <hr style="border-top: 1px dashed black;"/> | |
| Total dividends and distributions to common shareholders | (0.49) |
| <hr style="border-top: 1px dashed black;"/> | |
| CAPITAL SHARE TRANSACTIONS: | |
| Common stock offering costs charged to paid-in capital in excess of par | -- |
| <hr style="border-top: 1px dashed black;"/> | |
| Preferred shares offering costs/underwriting discounts charged to paid-in capital in excess of par | -- |
| <hr style="border-top: 1px dashed black;"/> | |
| Total capital share transactions | -- |
| <hr style="border-top: 1px dashed black;"/> | |

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| | |
|--|-----------|
| Net asset value, end of period | \$ 13.94 |
| <hr style="border-top: 1px dashed black;"/> | |
| Market price, end of period | \$ 14.30 |
| <hr style="border-top: 1px dashed black;"/> | |
| TOTAL INVESTMENT RETURN (1) | 13.47% |
| <hr style="border-top: 1px dashed black;"/> | |
| RATIOS/SUPPLEMENTAL DATA: | |
| Net assets applicable to common shareholders, end of period (000) | \$145,426 |
| <hr style="border-top: 1px dashed black;"/> | |
| Ratio of expenses to average net assets (2) (3) (5) | 1.16% (4) |
| <hr style="border-top: 1px dashed black;"/> | |
| Ratio of net investment income to average net assets (2) (5) | 7.82% (4) |
| <hr style="border-top: 1px dashed black;"/> | |
| Preferred shares asset coverage per share | \$ 65,391 |
| <hr style="border-top: 1px dashed black;"/> | |
| Portfolio turnover | 10% |
| <hr style="border-top: 1px dashed black;"/> | |

* Commencement of operations

** Initial public offering price of \$15.00 per share less underwriting discount of \$0.675 per share.

- (1) Total investment return is calculated assuming a purchase of common stock at the current market price on the first day of each period and a sale at the current market price on the last day for each period reported. Dividends are assumed, for purposes of this calculation, to be reinvested at prices obtained under the Fund's dividend reinvestment plan. Total investment return does not reflect brokerage commissions or sales charges. Total investment return for a period of less than one year is not annualized.
- (2) Calculated on the basis of income and expenses applicable to both common and preferred shares relative to the average net assets of common shareholders.
- (3) Inclusive of expenses offset by custody credits earned on cash balances at the custodian bank. (See note 1(h) in Notes to Financial Statements).
- (4) Annualized.
- (5) During the periods indicated above, the Investment Manager waived a portion of its investment management fee. If such waiver had not been in effect, the ratio of expenses to average net assets and the ratio of net investment income to average net assets would have been 1.40% (annualized) and 7.58% (annualized) respectively; for the six months ended November 30, 2004; 1.39% and 7.34%, respectively for the year ended May 31, 2004; 1.25% (annualized) and 6.25% (annualized), respectively for the period June 28, 2002 (commencement of operations) through May 31, 2003.

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
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PIMCO MUNICIPAL INCOME FUNDS II ANNUAL SHAREHOLDER MEETINGS (unaudited)

The Funds held their annual meetings of shareholders on December 29, 2004. Common/Preferred shareholders voted to re-elect Paul Belica as a Class II Trustee to serve until 2007 and David C. Flattum as a Class III Trustee to serve until 2005. Preferred shareholders voted to re-elect John J. Dalessandro II as a Class II Trustee to serve until 2007.

The resulting vote count is indicated below:

Withhold

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| | Affirmative | Authority |
|---|-------------|-----------|
| ----- | | |
| MUNICIPAL II: ----- | | |
| Election of Paul Belica | 43,906,733 | 626,448 |
| Election of David C. Flattum | 43,970,951 | 462,230 |
| Election of John J. Dalessandro II* | 19,591 | 77 |
| CALIFORNIA MUNICIPAL II: ----- | | |
| Election of Paul Belica | 21,609,776 | 184,539 |
| Election of David C. Flattum | 21,644,845 | 149,470 |
| Election of John J. Dalessandro II* | 7,745 | 94 |
| NEW YORK MUNICIPAL II: ----- | | |
| Election of Paul Belica | 7,536,550 | 131,036 |
| Election of David C. Flattum | 7,545,768 | 121,818 |
| Election of John J. Dalessandro II* | 3,253 | 1 |
| Robert E. Connor, Hans W. Kertess*, and R. Peter Sullivan continue to serve as Trustees of the Funds. | | |

* Preferred Stock Trustee

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TRUSTEES AND PRINCIPAL OFFICERS

Robert E. Connor

Chairman of the Board of Trustees

Paul Belica

Trustee

John J. Dalessandro II

Trustee

David C. Flattum

Trustee

Hans W. Kertess

Trustee

R. Peter Sullivan III

Trustee

Brian S. Shlissel

President & Chief Executive Officer

Newton B. Schott, Jr.

Vice President

Mark V. McCray

Vice President

Lawrence G. Altadonna

Treasurer, Principal Financial & Accounting Officer

Thomas J. Fuccillo

Secretary

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Youse Guia
Chief Compliance Officer
Jennifer A. Patula
Assistant Secretary

INVESTMENT MANAGER
PA Fund Management LLC
1345 Avenue of the Americas
New York, NY 10105

SUB-ADVISER
Pacific Investment Management Company LLC
840 Newport Center Drive
Newport Beach, CA 92660

TRANSFER AGENT, DIVIDEND PAYING AGENT AND REGISTRAR
PFPC Inc.
P.O. Box 43027
Providence, RI 02940-3027

INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM
PricewaterhouseCoopers LLP
300 Madison Avenue
New York, NY 10017

LEGAL COUNSEL
Ropes & Gray LLP
One International Place
Boston, MA 02210-2624

This report, including the financial information herein, is transmitted to the shareholders of PIMCO Municipal Income Fund II, PIMCO California Municipal Income Fund II and PIMCO New York Municipal Income Fund II for their information. It is not a prospectus, circular or representation intended for use in the purchase of shares of the Funds or any securities mentioned in this report.

The financial information included herein is taken from the records of the Funds without examination by an independent registered public accounting firm, who did not express an opinion hereon.

A description of the policies and procedures that the Funds have adopted to determine how to vote proxies relating to portfolio securities is available (i) without charge, upon request, by calling the Funds at (800) 331-1710; (ii) on the Funds' website at www.pimcoadvisors.com; and (iii) on the Securities and Exchange Commission's website at www.sec.gov.

The Funds file their complete schedules of portfolio holdings with the Securities and Exchange Commission (the "Commission") for the first and third quarters of its fiscal year on Form N-Q. Form N-Q is available (i) on the Funds' website at www.pimcoadvisors.com (ii) on the Commission's website at www.sec.gov, and (iii) at the Commission's Public Reference Room located at the Commission's headquarters' office, 450 5th Street N.W. Room 1200, Washington, D.C. 20459, (202) 942-8090.

Information on the Funds is available at www.pimcoadvisors.com or by calling the Funds' transfer agent 1-800-331-1710.

[PIMCO ADVISORS LOGO]

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ITEM 2. CODE OF ETHICS Not required in this filing.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT Not required in this filing.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES Not required in this filing.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANT Not required in this filing.

ITEM 6. SCHEDULE OF INVESTMENTS Schedule of Investments is included as part of the report to shareholders filed under Item 1 of this form.

ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES Not required in this filing.

ITEM 8. PURCHASES OF EQUITY SECURITIES BY CLOSED-END MANAGEMENT INVESTMENT COMPANY AND AFFILIATED COMPANIES.

| PERIOD ----- | TOTAL NUMBER OF SHARES PURCHASED ----- | AVERAGE PRICE PAID PER SHARE ----- | TOTAL NUMBER OF SHARES PURCHASED AS PART OF PUBLICLY ANNOUNCED PLANS OR PROGRAMS ----- | MAXIMUM NUMBER OF SHARES THAT MAY YET PURCHASED UNDER THE PL OR PROGRAMS ----- |
|-----------------|---|---|---|--|
| June 2004 | N/A | N/A | N/A | N/A |
| July 2004 | N/A | N/A | N/A | N/A |
| August 2004 | N/A | N/A | N/A | N/A |
| September 2004 | N/A | 14.28 | 36,446 | N/A |
| October 2004 | N/A | 14.31 | 36,208 | N/A |
| November 2004 | N/A | 14.47 | 34,785 | N/A |

ITEM 9. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS In January 2004, the Registrant's Board of Trustees adopted a Nominating Committee Charter governing the affairs of the Nominating Committee of the Board, which is posted on the PIMCO Advisors website at www.pimcoadvisors.com. Appendix B to the Nominating Committee Charter includes "Procedures for Shareholders to Submit Nominee Candidates," which sets forth the procedures by which shareholders may recommend nominees to the Registrant's Board of Trustees. Among other requirements, the procedures provide that the recommending shareholder must submit any recommendation in writing to the Registrant to the attention of the Registrant's Secretary, at the address of the principal executive offices of the Registrant and that such submission must be received at such offices not less than 45 days nor more than 75 days prior to the date of the Board or shareholder meeting at which the nominee would be elected. Any recommendation must include certain biographical and other information regarding the candidate and the recommending shareholder, and must include a written and signed consent of the candidate to be named as a nominee and to serve as a Trustee if elected. The foregoing description of the requirements is only a summary and is qualified in its entirety by reference to Appendix B of the Nominating Committee Charter.

ITEM 10. CONTROLS AND PROCEDURES

(a) The registrant's President and Chief Executive Officer and Principal Financial Officer have concluded that the registrant's disclosure controls and

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procedures (as defined in Rule 30a-2(c) under the Investment Company Act of 1940, as amended are effective based on their evaluation of these controls and procedures as of a date within 90 days of the filing date of this document.

(b) There were no significant changes in the registrant's internal controls or in factors that could affect these controls subsequent to the date of their evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

ITEM 11. EXHIBITS

- (a) Exhibit 99.302 Cert. - Certification pursuant to Section 302 of the Sarbanes-Oxley Act of 2002
- (b) Exhibit 99.906 Cert. - Certification pursuant to Section 906 of the Sarbanes-Oxley Act of 2002

Signature

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.

PIMCO Municipal Income Fund II

By /s/ Brian S. Shlissel

Brian S. Shlissel, President & Chief Executive Officer

Date: February 09, 2005

By /s/ Lawrence G. Altadonna

Lawrence G. Altadonna, Treasurer, Principal Financial & Accounting Officer

Date: February 09, 2005

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 /s/ Brian S. Shlissel

Brian S. Shlissel, President & Chief Executive Officer

Date: February 09, 2005

By /s/ Lawrence G. Altadonna

Lawrence G. Altadonna, Treasurer, Principal Financial & Accounting Officer

Date: February 09, 2005