

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
Form N-Q
October 30, 2012

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

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT
INVESTMENT COMPANY

Investment Company Act file number 811-21539

First Trust Senior Floating Rate Income Fund II

(Exact name of registrant as specified in charter)

120 East Liberty Drive, Suite 400
Wheaton, IL 60187

(Address of principal executive offices) (Zip code)

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

(Name and address of agent for service)

Registrant's telephone number, including area code: 630-765-8000

Date of fiscal year end: May 31

Date of reporting period: August 31, 2012

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

A registrant is required to disclose the information specified by Form N-Q, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-Q unless the Form displays a currently valid Office of Management and Budget ("OMB") control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to the Secretary, Securities and Exchange Commission, 100 F Street, NE, Washington, DC 20549. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. ss. 3507.

ITEM 1. SCHEDULE OF INVESTMENTS. The Schedule(s) of Investments is attached

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

herewith.

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
 PORTFOLIO OF INVESTMENTS (a)
 AUGUST 31, 2012 (UNAUDITED)

PRINCIPAL VALUE	DESCRIPTION	RATINGS (b)		RATE (c)	S MAT
		MOODY'S	S&P		
SENIOR FLOATING-RATE LOAN INTERESTS - 145.1%					
AEROSPACE & DEFENSE - 4.2%					
\$ 1,200,000	Booz Allen Hamilton, Inc., Term Loan B	Ba3	BB	4.50%	07
1,582,109	DAE Aviation Holdings, Inc., Term Loan B1	B2	B	5.45%	07
1,504,357	DAE Aviation Holdings, Inc., Term Loan B2	B2	B	5.45%	07
3,906,692	DynCorp International, Inc., Term Loan	Ba2	BB-	6.25%	07
2,000,000	Engility Holdings, Inc., Term Loan B	Ba2	BB+	5.75%	07
2,000,000	Pelican Products, Inc., Term Loan	NR (e)	NR (e)	7.00%	06
634,874	Robertson Fuel Systems, LLC, Term Loan	NR (e)	NR (e)	2.98%	04
2,955,000	Transdigm, Inc., Term Loan B	Ba2	BB-	4.00%	02
AGRICULTURAL PRODUCTS - 1.0%					
1,394,426	Dole Food Company, Inc., Term Loan B2	Ba2	BB-	5.00%-6.00%	07
2,495,292	Dole Food Company, Inc., Term Loan C2	Ba2	BB-	5.00%-6.00%	07
ALTERNATIVE CARRIERS - 3.7%					
5,925,000	Intelsat Jackson Holdings S.A., Term Loan B	B1	BB-	5.25%	04
1,000,000	Level 3 Financing, Inc., Term Loan B	Ba3	B+	4.75%	02
4,000,000	Level 3 Financing, Inc., Term Loan B2	Ba3	B+	5.75%	09
2,857,143	Telesat Canada, Term Loan B	Ba3	BB-	4.25%	03
ALUMINUM - 0.5%					
2,000,000	Constellium Holdco B.V., Term Loan	B2	B	9.25%-10.25%	05
APPAREL RETAIL - 1.3%					
1,750,000	Ascena Retail Group, Inc.,				

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

	Term Loan B	Ba2	BB+	4.75%	06
3,000,000	Neiman Marcus Group, Term Loan	B2	BB-	4.75%	05
	APPLICATION SOFTWARE - 3.4%				
2,386,786	CCC Information Systems, Inc., Term Loan B	B1	BB-	5.75%	11

See Notes to Quarterly Portfolio of Investments

Page 1

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
PORTFOLIO OF INVESTMENTS (a) - (CONTINUED)
AUGUST 31, 2012 (UNAUDITED)

PRINCIPAL VALUE	DESCRIPTION	RATINGS (b)		RATE (c)	S MAT
		MOODY'S	S&P		
SENIOR FLOATING-RATE LOAN INTERESTS - (CONTINUED)					
	APPLICATION SOFTWARE - (CONTINUED)				
\$ 2,394,000	DataTel, Inc., Term Loan B	B1	B+	6.25%	07
3,960,000	Eagle Parent, Inc., Term Loan B	Ba3	B+	5.00%	05
3,918,750	Lawson Software, Inc., Term Loan B	Ba3	B+	6.25%	04
	ASSET MANAGEMENT & CUSTODY BANKS - 4.8%				
1,256,618	Grosvenor Capital Management Holdings, LLP, Term Loan	NR (e)	NR (e)	4.25%	12
2,821,429	Hamilton Lane Advisors, Term Loan B	NR (e)	NR (e)	6.50%	02
1,885,060	Harbourvest Partners L.P., Term Loan B	NR (e)	NR (e)	6.25%	12
2,498,952	Mondrian Investment Partners Ltd., Term Loan B	Ba2	BB	5.50%	07
812,470	Munder Capital Management, Incremental Term Loan	NR (e)	NR (e)	6.00%	03
6,704,791	Nuveen Investments, Inc., Extended Term Loan	B2	B	5.93%-5.96%	05
2,000,000	Nuveen Investments, Inc., Incremental Term Loan	B2	B	7.25%	05
	AUTO PARTS & EQUIPMENT - 3.1%				
3,000,000	Allison Transmission, Inc., Term Loan B3	Ba3	BB-	4.25%	08
3,944,993	HHI Holdings, LLC, Term Loan B	B2	B+	7.00%-7.75%	03
1,957,053	Metaldyne, LLC, Term Loan B	B1	B+	5.25%	05
565,213	Schrader International, Inc.,				

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

	Term Loan	B1	B	6.25%	04
434,787	Schrader International, Inc.,				
	US Term Loan	B1	B	6.25%	04
1,813,183	Tomkins, PLC, Term Loan B	Ba2	BB	4.25%	09
	AUTOMOBILE MANUFACTURERS - 1.1%				
3,982,406	Chrysler Group, LLC, Term Loan				
	B	Ba2	BB	6.00%	05
	AUTOMOTIVE RETAIL - 1.8%				
1,918,795	KAR Holdings, Inc., Term Loan				
	B	Ba3	BB-	5.00%	05
1,942,737	Pilot Travel Centers, LLC,				
	Term Loan B	Ba2	BB	4.25%	03

Page 2 See Notes to Quarterly Portfolio of Investments

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
 PORTFOLIO OF INVESTMENTS (a) - (CONTINUED)
 AUGUST 31, 2012 (UNAUDITED)

PRINCIPAL VALUE	DESCRIPTION	RATINGS (b)		RATE (c)	S MAT
		MOODY'S	S&P		
SENIOR FLOATING-RATE LOAN INTERESTS - (CONTINUED)					
AUTOMOTIVE RETAIL - (CONTINUED)					
\$ 2,750,000	Pilot Travel Centers, LLC, Term Loan B2	Ba2	BB	4.25%	08
	BIOTECHNOLOGY - 1.5%				
5,765,451	Grifols, SA, Term Loan B	Ba2	BB+	4.50%	06
	BROADCASTING - 6.8%				
6,677,409	Clear Channel Communications, Inc., Term Loan B	Caa1	CCC+	3.88%	01
1,989,434	Cumulus Media Holdings, Inc., Term Loan, First Lien	Ba2	BB-	5.75%	09
1,000,000	Cumulus Media Holdings, Inc., Term Loan, Second Lien	B2	CCC+	7.50%	03
2,689,189	FoxCo Acquisition, LLC, Term Loan B	B1	BB	4.75%	07
1,315,266	Hubbard Radio, LLC, Term Loan	Ba3	B+	5.25%	04
2,132,143	LIN Television Corp., Term Loan B	Ba3	BB-	5.00%	12
1,980,000	Raycom TV Broadcasting, LLC, Term Loan B	NR	NR	4.50%	05
3,802,607	Sinclair Broadcasting Group,				

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

	Inc., Term Loan B	Ba1	BB+	4.00%	10
5,490,013	Univision Corp., Extended Term Loan	B2	B+	4.48%	03
	BUILDING PRODUCTS - 0.9%				
3,483,747	Unifrax, LLC, Term Loan B	B2	B+	6.50%	11
	CABLE & SATELLITE - 2.6%				
1,970,000	Bresnan Broadband Holdings, LLC, Term Loan B	Ba3	BB+	4.50%	12
1,163,750	Cequel Communications Holdings I, LLC, Term Loan B	Ba2	BB-	4.00%	02
1,755,600	Charter Communications Operating, LLC, Term Loan D	Ba1	BB+	4.00%	05
2,916,667	Kabel Deutschland, Term Loan F	Ba2	BB	4.25%	02
1,909,091	UPC Financing Partnership, Term Loan A	Ba3	BB-	4.75%	12

See Notes to Quarterly Portfolio of Investments

Page 3

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
PORTFOLIO OF INVESTMENTS (a) - (CONTINUED)
AUGUST 31, 2012 (UNAUDITED)

PRINCIPAL VALUE	DESCRIPTION	RATINGS (b)		RATE (c)	S MAT
		MOODY'S	S&P		
SENIOR FLOATING-RATE LOAN INTERESTS - (CONTINUED)					
	CASINOS & GAMING - 4.0%				
\$ 2,000,000	Harrah's Entertainment, Inc., Term Loan B1	B2	B	3.25%	01
5,000,000	Harrah's Entertainment, Inc., Term Loan B2	B2	B	3.25%	01
3,000,000	Harrah's Entertainment, Inc., Term Loan B3	B2	B	3.24%	01
1,330,000	Pinnacle Entertainment, Inc., Term Loan B	Ba1	BB+	4.00%	03
533,333	ROC Finance, LLC, Delayed Draw Term Loan	B1	BB-	8.50%	08
3,466,667	ROC Finance, LLC, Term Loan	B1	BB-	8.50%	08
	COAL & CONSUMABLE FUELS - 1.3%				
2,142,857	Arch Coal, Inc., Term Loan	Ba3	BB	5.75%	05
2,728,557	Walter Energy, Inc., Term Loan				

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

	B	B1	BB-	4.00%	04
	COMMERCIAL PRINTING - 0.7%				
2,449,835	Cenveo Corp., Term Loan	Ba3	BB-	6.63%	12
	COMMODITY CHEMICALS - 1.4%				
2,000,000	Kronos Worldwide, Inc., Term Loan B	Ba3	BB-	5.75%	06
659,341	Tronox, Inc., Delayed Draw Term Loan	Ba2	BBB-	4.25%	02
2,417,582	Tronox, Inc., Term Loan	Ba2	BBB-	4.25%	02
	COMMUNICATIONS EQUIPMENT - 0.8%				
3,084,363	Commscope, Inc., Term Loan B	Ba3	BB	4.25%	01
	CONSTRUCTION & ENGINEERING - 1.6%				
3,974,975	Terex Corp., Term Loan	Ba2	BB	5.50%	04
2,100,000	WireCo Worldgroup, Inc., Term Loan B	Ba2	BB-	6.00%	02
	CONSTRUCTION & FARM MACHINERY & HEAVY TRUCKS - 0.4%				
1,500,000	Navistar International Corp., Term Loan B	Ba2	B+	7.00%	08
	CONSUMER FINANCE - 0.8%				
1,619,845	Ocwen Financial Corp., Term Loan	B1	B	7.00%	09
1,500,000	Residential Capital, LLC, Term Loan A1	NR	BB	5.00%	11

Page 4

See Notes to Quarterly Portfolio of Investments

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
PORTFOLIO OF INVESTMENTS (a) - (CONTINUED)
AUGUST 31, 2012 (UNAUDITED)

PRINCIPAL VALUE	DESCRIPTION	RATINGS (b)		RATE (c)	S MAT
		MOODY'S	S&P		

SENIOR FLOATING-RATE LOAN INTERESTS - (CONTINUED)

DATA PROCESSING & OUTSOURCED SERVICES - 0.9%

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

\$	3,944,154	Harland Clarke Holdings Corp., Term Loan B2	B1	B+	5.50%	06
		DIVERSIFIED CHEMICALS - 1.0%				
	3,918,750	Ineos Group Ltd., Term Loan	B1	B+	6.50%	05
		DIVERSIFIED REAL ESTATE ACTIVITIES - 0.7%				
	1,300,088	iStar Financial, Inc., Term Loan A1	B1	BB-	5.25%	06
	1,358,233	iStar Financial, Inc., Term Loan A1	B1	BB-	5.00%	03
		DIVERSIFIED SUPPORT SERVICES - 0.5%				
	2,000,000	SMG, Term Loan	NR (e)	NR (e)	6.50%	06
		ELECTRIC UTILITIES - 1.4%				
	2,000,000	Equipower Resources Holdings, LLC, Term Loan B	Ba3	BB	6.50%	12
	3,241,410	Texas Competitive Electric Holdings Company, LLC, Term Loan	B2	CCC	3.74%-3.94%	10
	1,000,000	Texas Competitive Electric Holdings Company, LLC, Term Loan	B2	CCC	3.74%-3.94%	10
		ENVIRONMENTAL & FACILITIES SERVICES - 2.3%				
	5,646,429	EnergySolutions, LLC, Term Loan	B1	BB-	6.25%	08
	1,962,668	Waste Industries USA, Inc., Term Loan B	B1	B+	4.75%	03
	1,163,750	WCA Waste Corp., Term Loan B	B1	B+	5.50%	03
		FOOD DISTRIBUTORS - 0.3%				
	1,050,000	General Nutrition Centers, Inc., Term Loan B	Ba3	BB	4.25%	03
		FOOTWEAR - 0.3%				
	1,050,000	Wolverine World Wide, Inc., Term Loan B	Ba2	BB	4.75%	06
		HEALTH CARE EQUIPMENT - 4.7%				
	1,985,000	Alere, Inc., Term Loan B	Ba3	BB-	4.75%	06
	1,990,000	Alere, Inc., Term Loan B1	Ba3	BB-	4.75%	06
	498,750	Alere, Inc., Term Loan B2	Ba3	BB-	4.75%	06
	5,910,110	Carestream Health, Inc., Term Loan B	B1	BB-	5.00%	02

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

See Notes to Quarterly Portfolio of Investments

Page 5

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
 PORTFOLIO OF INVESTMENTS (a) - (CONTINUED)
 AUGUST 31, 2012 (UNAUDITED)

PRINCIPAL VALUE	DESCRIPTION	RATINGS (b)		RATE (c)	S MAT
		MOODY'S	S&P		
SENIOR FLOATING-RATE LOAN INTERESTS - (CONTINUED)					
HEALTH CARE EQUIPMENT - (CONTINUED)					
\$ 1,784,482	DJO Finance, LLC, Term Loan B2	Ba2	BB-	5.23%	11
3,177,520	DJO Finance, LLC, Term Loan B3	Ba2	BB-	6.25%	09
714,286	Hologic, Inc., Term Loan B	Ba2	BBB-	4.50%	07
1,582,955	Kinetic Concepts, Inc., Term Loan B	Ba2	BB-	7.00%	05
HEALTH CARE FACILITIES - 7.4%					
2,475,032	CHS/Community Health Systems, Inc., Extended Term Loan	Ba3	BB	3.97%	01
2,969,283	Golden Living Drumm Investors, LLC, Term Loan	B1	B+	5.00%	05
3,165,909	Health Management Associates, Inc., Term Loan B	Ba3	BB-	4.50%	11
3,154,955	Kindred Healthcare, Inc., Term Loan B	Ba3	B+	5.25%	06
1,750,000	Select Medical Corp., Term Loan B	Ba3	BB-	5.50%	06
2,970,000	Select Medical Corp., Term Loan B	Ba3	BB-	5.50%	06
1,980,000	Surgical Care Affiliates, Inc., Term Loan B	Ba3	B	5.50%	06
1,995,000	United Surgical Partners International, Inc., Term Loan	B1	B	6.00%	04
5,866,342	Vanguard Health Systems, Inc., Term Loan B	Ba2	BB-	5.00%	01
203,720	Vantage Oncology Holdings, LLC, Delayed Draw Term Loan	B2	B	7.75%	01
1,676,862	Vantage Oncology Holdings, LLC, Term Loan	B2	B	7.75%	01
HEALTH CARE SERVICES - 4.6%					
2,850,000	Davita, Inc., Term Loan B2	Ba2	BB-	4.00%	08
4,244,371	Emergency Medical Services Corp., Term Loan B	B1	B+	5.25%	05
3,413,571	Gentiva Health Services, Inc., Term Loan B	B1	B	6.50%	08
2,972,481	Rural Metro Corp., Term Loan,				

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

	First Lien	Ba3	B+	5.75%	06
3,000,000	Sheridan Healthcare, Inc., Term Loan B	B1	B+	6.00%	06

Page 6 See Notes to Quarterly Portfolio of Investments

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
PORTFOLIO OF INVESTMENTS (a) - (CONTINUED)
AUGUST 31, 2012 (UNAUDITED)

PRINCIPAL VALUE	DESCRIPTION	RATINGS (b)		RATE (c)	S MAT
		MOODY'S	S&P		
SENIOR FLOATING-RATE LOAN INTERESTS - (CONTINUED)					
HEALTH CARE SERVICES - (CONTINUED)					
\$ 1,000,000	U.S. Renal Care, Inc., Term Loan	B1	B+	6.25%-7.25%	07
HEALTH CARE SUPPLIES - 2.0%					
3,571,429	Bausch & Lomb, Inc., Term Loan B	B1	B+	5.25%	05
2,000,000	BSN Medical Acquisition Holding GMBH, Term Loan B	Ba3	B+	6.00%	07
1,936,006	ConvaTec, Inc., Term Loan B	Ba3	B+	5.75%	12
HEALTH CARE TECHNOLOGY - 2.7%					
3,740,625	Emdeon Business Services, LLC, Term Loan B	Ba3	BB-	5.00%	11
1,970,374	MedAssets, Inc., Term Loan B	Ba3	BB-	5.25%	11
2,475,000	Trizetto Group, Inc., Term Loan B	B1	BB-	4.75%	05
2,000,000	Wolverine Healthcare Analytics, Inc., Term Loan B	Ba3	B+	6.75%	06
HOMEBUILDING - 0.5%					
1,936,648	Mattamy Funding Partnership, Term Loan	NR (e)	NR (e)	2.69%	04
HUMAN RESOURCE & EMPLOYMENT SERVICES - 0.4%					
1,400,000	Genpact International, Inc., Term Loan B	Ba2	BB+	4.25%	08
HYPERMARKETS & SUPER CENTERS - 1.1%					

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

3,970,000	BJ's Wholesale Club, Inc., Term Loan, First Lien	B1	B+	5.25%	09
	INDEPENDENT POWER PRODUCERS & ENERGY TRADERS - 4.9%				
3,957,300	AES Corp., Term Loan B	Ba1	BB+	4.25%	06
3,950,000	Calpine Corp., Term Loan B1	B1	BB-	4.50%	04
1,980,000	Calpine Corp., Term Loan B2	B1	BB-	4.50%	04
2,649,255	Freif North American Power I, LLC, Term Loan B	Ba3	BB-	6.00%	03
417,854	Freif North American Power I, LLC, Term Loan C	Ba3	BB-	6.00%	03
2,970,000	NRG Energy, Inc., Term Loan B	Baa3	BB+	4.00%	07

See Notes to Quarterly Portfolio of Investments

Page 7

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
PORTFOLIO OF INVESTMENTS (a) - (CONTINUED)
AUGUST 31, 2012 (UNAUDITED)

PRINCIPAL VALUE	DESCRIPTION	RATINGS (b)		RATE (c)	S MAT
		MOODY'S	S&P		
SENIOR FLOATING-RATE LOAN INTERESTS - (CONTINUED)					
INDEPENDENT POWER PRODUCERS & ENERGY TRADERS - (CONTINUED)					
\$ 2,538,462	Star West Generation, LLC, Term Loan B	Ba3	B+	6.00%	05
INDUSTRIAL CONGLOMERATES - 0.4%					
1,679,063	Colfax Corp., Term Loan B	Ba2	BB+	4.50%	01
INDUSTRIAL MACHINERY - 1.2%					
1,815,800	Douglas Dynamics, LLC, Term Loan	B1	BB	5.75%	04
2,786,206	Husky International, Ltd., Term Loan B	Ba3	B	5.75%-7.50%	06
INSURANCE BROKERS - 0.8%					
3,000,000	Amwins Group, LLC, Term Loan, First Lien	Ba2	B+	5.75%-6.75%	05
INTEGRATED TELECOMMUNICATION SERVICES - 2.3%					
1,307,027	Avaya, Inc., Term Loan B1	B1	B	3.18%	10
3,614,974	Avaya, Inc., Term Loan B3	B1	B	4.93%	10
2,000,000	Hawaiian Telcom Communications, Inc., Term Loan, First Lien	B1	B-	7.00%	02

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

1,980,000	Securus Technologies, Inc., Term Loan B	B2	B	6.50%	05
	INTERNET SOFTWARE & SERVICES - 0.6%				
2,369,681	AVG Technologies, Term Loan B	B1	B+	7.50%	03
	IT CONSULTING & OTHER SERVICES - 0.8%				
1,537,230	Presidio, Inc., Term Loan B	Ba3	B+	5.75%	03
1,400,000	West Corp., Term Loan B6	Ba3	B+	5.75%	06
	LEISURE FACILITIES - 0.5%				
1,969,231	Six Flags, Inc., Term Loan B	B1	BB+	4.25%	12
	LEISURE PRODUCTS - 1.4%				
1,135,714	FGI Operating Company, LLC, Term Loan B	Ba3	B+	5.50%	04
3,952,248	Live Nation Entertainment, Inc., Term Loan B	Ba2	BB-	4.50%	11
	LIFE & HEALTH INSURANCE - 0.3%				
1,193,412	CNO Financial Group, Inc., Term Loan	Ba3	B+	6.25%	09

Page 8 See Notes to Quarterly Portfolio of Investments

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
PORTFOLIO OF INVESTMENTS (a) - (CONTINUED)
AUGUST 31, 2012 (UNAUDITED)

PRINCIPAL VALUE	DESCRIPTION	RATINGS (b)		RATE (c)	S MAT
		MOODY'S	S&P		
SENIOR FLOATING-RATE LOAN INTERESTS - (CONTINUED)					
\$ 2,946,889	LIFE SCIENCES TOOLS & SERVICES - 2.5% inVentiv Health, Inc., Term Loan	B1	B+	6.50%	08
990,000	inVentiv Health, Inc., Term Loan 3	B1	B+	7.00%	05
2,321,667	Pharmaceutical Products Development, Inc., Term Loan B	Ba3	BB-	6.25%	12
3,465,000	Quintiles Transnational Corp., Term Loan B, First Lien	B1	BB-	5.00%	06

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

MANAGED HEALTH CARE - 0.9%					
3,236,941	MultiPlan, Inc., Term Loan	Ba3	B	4.75%	08
MOVIES & ENTERTAINMENT - 2.0%					
2,992,500	Alpha Topco, Ltd., Term Loan B	Ba3	BB-	5.75%	04
2,388,000	AMC Entertainment, Inc., Term Loan B3	Ba2	BB-	4.75%	02
1,980,000	Mood Media Corp., Term Loan, First Lien	Ba3	B	7.00%	05
OIL & GAS EXPLORATION & PRODUCTION - 0.8%					
3,000,000	Chesapeake Energy Corp., Term Loan B	Ba3	BB-	8.50%	12
OIL & GAS REFINING & MARKETING - 0.4%					
104,445	Alon USA, Inc., Term Loan (Edgington Facility)	B1	B+	2.48%	08
835,556	Alon USA, Inc., Term Loan (Paramount Facility)	B1	B+	2.48%	08
506,143	Citgo Petroleum Corp., Term Loan B	Ba2	BB+	8.00%	06
OTHER DIVERSIFIED FINANCIAL SERVICES - 5.7%					
4,580,721	First American Payment Systems, L.P., Term Loan B	B1	B+	6.75%	11
4,683,538	First Data Corp., Term Loan	B1	B+	5.24%	03
1,721,474	First Data Corp., Term Loan B2	B1	B+	3.00%	09
573,825	First Data Corp., Term Loan B3	B1	B+	2.99%	09
607,143	Global Cash Access, Inc., Term Loan	B1	BB	7.00%	03
2,820,000	iPayment, Inc., Term Loan B	Ba2	B+	5.75%	05
871,795	Moneygram International, Term Loan B	Ba2	BB-	4.25%	11

See Notes to Quarterly Portfolio of Investments

Page 9

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
PORTFOLIO OF INVESTMENTS (a) - (CONTINUED)
AUGUST 31, 2012 (UNAUDITED)

PRINCIPAL VALUE	DESCRIPTION	RATINGS (b)		RATE (c)	S MAT
		MOODY'S	S&P		

SENIOR FLOATING-RATE LOAN INTERESTS - (CONTINUED)

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

OTHER DIVERSIFIED FINANCIAL SERVICES - (CONTINUED)						
\$	1,985,000	Moneygram International, Term				
		Loan B1	Ba2	BB-	4.25%	11
	3,592,500	RPI Finance Trust, Term Loan B	Baa2	BBB-	4.00%	11
PACKAGED FOODS & MEATS - 4.1%						
	3,500,000	Blue Buffalo Company Ltd.,				
		Term Loan B	B1	B+	6.50%	08
	3,000,000	Ferrara Candy Company, Term				
		Loan B	B2	B	7.50%	06
	2,000,000	Hearthside Food Solutions,				
		LLC, Term Loan A	NR (e)	NR (e)	6.50%	06
	1,987,481	JBS USA, LLC, Term Loan B	Ba3	BB	4.25%	05
	2,142,857	Pinnacle Foods Finance, LLC,				
		Term Loan F	Ba3	B+	4.75%	10
	2,750,000	Smart Balance, Inc., Term Loan				
		B	B1	B+	7.00%	06
PAPER PACKAGING - 3.3%						
	1,658,605	RanPak Corp., Term Loan B	NR (e)	NR (e)	4.75%	04
	8,791,395	Reynolds Consumer Products				
		Holdings, Inc., Term Loan	Ba3	BB-	6.50%	02
	1,963,590	Reynolds Consumer Products				
		Holdings, Inc., Term Loan				
		C	Ba3	BB-	6.50%	08
PHARMACEUTICALS - 5.5%						
	3,198,650	Catalent Pharma Solutions,				
		Inc., Term Loan	Ba3	BB-	5.25%	09
	2,467,878	IMS Health, Term Loan B	Ba3	BB	4.50%	08
	3,000,000	Jazz Pharmaceuticals, Inc.,				
		Term Loan B	Ba3	BBB-	5.25%	03
	2,800,000	Valeant Pharmaceuticals				
		International, Inc., Term				
		Loan B, Series A	Ba1	BBB-	4.75%	02
	733,333	Valeant Pharmaceuticals				
		International, Inc., Term				
		Loan B, Series B	Ba1	BBB-	4.75%	02
	1,580,000	Warner Chilcott, PLC, Term				
		Loan B1	Ba3	BBB-	4.25%	03
	790,000	Warner Chilcott, PLC, Term				
		Loan B2	Ba3	BBB-	4.25%	03
	1,086,250	Warner Chilcott, PLC, Term				
		Loan B3	Ba3	BBB-	4.25%	03
	4,000,000	Warner Chilcott, PLC, Term				
		Loan B4	Ba3	BBB-	3.24%	08

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
 PORTFOLIO OF INVESTMENTS (a) - (CONTINUED)
 AUGUST 31, 2012 (UNAUDITED)

PRINCIPAL VALUE	DESCRIPTION	RATINGS (b)		RATE (c)	S MAT
		MOODY'S	S&P		
SENIOR FLOATING-RATE LOAN INTERESTS - (CONTINUED)					
PHARMACEUTICALS - (CONTINUED)					
\$ 800,000	Warner Chilcott, PLC, Term Loan B5	Ba3	BBB-	3.24%	08
PUBLISHING - 0.1%					
757,652	Yell Group, PLC, Term Loan B1	Caa3	CCC+	4.46%	07
REAL ESTATE OPERATING COMPANIES - 1.1%					
3,947,443	ClubCorp Club Operations, Inc., Term Loan	Ba2	BB	6.00%	11
REAL ESTATE SERVICES - 0.4%					
1,393,829	Realogy Corp., Term Loan, First Lien	B1	B-	4.49%	10
RESEARCH & CONSULTING SERVICES - 4.5%					
1,957,032	Acosta, Inc., Term Loan B	NR (e)	B+	5.75%	03
1,995,000	Acosta, Inc., Term Loan C	NR (e)	B+	5.75%	03
3,910,000	Advantage Sales & Marketing, Inc., Term Loan, First Lien	NR (e)	B+	5.25%	12
6,427,388	Affinion Group, Inc., Term Loan B	Ba3	B+	5.00%	07
1,717,857	Property Data, Inc., Term Loan	Ba3	B+	7.00%	01
1,980,000	Symphony IRI Group, Inc., Term Loan B2	B1	B+	5.00%	12
RESTAURANTS - 1.8%					
3,093,716	Focus Brands, Inc., Term Loan, First Lien	B1	B	6.25%-7.25%	02
1,500,000	Focus Brands, Inc., Term Loan, Second Lien	Caa1	CCC+	10.25%	08
2,250,000	Wendy's International, Inc., Term Loan B	B1	BB-	4.75%	05
RETAIL REITS - 0.9%					
3,520,859	Capital Automotive L.P., Term Loan B	Ba3	B+	5.25%	03

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

	SEMICONDUCTORS - 1.3%				
4,951,546	Freescale Semiconductor, Inc., Extended Term Loan	B1	B	4.50%	12
	SPECIALIZED CONSUMER SERVICES - 2.6%				
5,581,364	Asurion Corp., Term Loan B	NR (e)	BB-	5.50%	05
1,250,000	Asurion Corp., Term Loan B1	NR (e)	BB-	4.75%	07
891,720	Asurion Corp., Term Loan, Second Lien	NR (e)	B-	9.00%	05

See Notes to Quarterly Portfolio of Investments

Page 11

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
PORTFOLIO OF INVESTMENTS (a) - (CONTINUED)
AUGUST 31, 2012 (UNAUDITED)

PRINCIPAL VALUE	DESCRIPTION	RATINGS (b) MOODY'S	S&P	RATE (c)	S MAT
SENIOR FLOATING-RATE LOAN INTERESTS - (CONTINUED)					
SPECIALIZED CONSUMER SERVICES - (CONTINUED)					
\$ 1,995,000	Expert Global Solutions, Inc., Term Loan B	Ba3	B	8.00%	04
SPECIALIZED FINANCE - 2.1%					
2,000,000	AlixPartners, LLP, Term Loan B1	Ba3	B+	5.50%	06
2,000,000	AlixPartners, LLP, Term Loan B2	Ba3	B+	6.50%	06
1,000,000	Fly Leasing Ltd., Term Loan B	B1	BBB-	6.75%	08
3,000,000	Flying Fortress, Inc., Term Loan B	Ba2	BBB-	5.00%	06
SPECIALTY CHEMICALS - 6.0%					
2,394,000	Ascend Performance Materials, LLC, Term Loan B	NR (e)	NR (e)	6.75%	04
4,145,455	AZ Chemicals, Inc., Term Loan B	Ba3	BB-	7.25%	12
3,000,000	Emerald Performance Materials, LLC, Term Loan B	B1	B	6.75%	05
1,784,620	Houghton International, Inc., Term Loan B	B1	B	6.75%	01
1,691,525	Nusil Technology, LLC, Term Loan, First Lien	NR (e)	NR (e)	5.25%	04
1,985,000	OM Group, Inc., Term Loan B	Ba2	BB-	5.75%	08
1,473,750	Omnova Solutions, Inc., Term				

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

	Loan B	Ba2	B+	5.50%	05
2,216,136	Polyone Corp., Term Loan B	Ba1	BB-	5.00%	12
2,666,203	Styron Corp., Term Loan B	B1	B+	8.00%	08
1,163,750	Taminco Global Chemical Corp., Term Loan	B1	BB-	5.25%	02
SPECIALTY STORES - 0.3%					
1,200,000	Party City Holdings, Inc., Term Loan B	B1	B	5.75%	07
SYSTEMS SOFTWARE - 2.5%					
2,007,732	Open Solutions, Inc., Term Loan, First Lien	B1	B+	2.58%	01

Page 12 See Notes to Quarterly Portfolio of Investments

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
PORTFOLIO OF INVESTMENTS (a) - (CONTINUED)
AUGUST 31, 2012 (UNAUDITED)

PRINCIPAL VALUE	DESCRIPTION	RATINGS (b)		RATE (c)	S MAT
		MOODY'S	S&P		
SENIOR FLOATING-RATE LOAN INTERESTS - (CONTINUED)					
SYSTEMS SOFTWARE - (CONTINUED)					
\$ 2,658,333	SS&C Technologies Holdings, Inc., Term Loan B1	Ba3	BB-	5.00%	05
275,000	SS&C Technologies Holdings, Inc., Term Loan B2	Ba3	BB-	5.00%	05
4,435,002	Vertafore, Inc., Term Loan, First Lien	B1	B+	5.25%	07
TIRES & RUBBER - 0.9%					
3,571,429	Goodyear Tire & Rubber Co., Term Loan, Second Lien	Ba1	BB	4.75%	04
TRUCKING - 1.2%					
2,956,315	SIRVA, Inc., Term Loan B	NR (e)	NR (e)	10.75%	03
1,445,467	Swift Transportation Co., Inc., Term Loan B2	B1	BB	5.00%	12
WIRELESS TELECOMMUNICATION SERVICES - 2.5%					
3,315,004	Crown Castle Operating Co., Term Loan B	Ba3	B+	4.00%	01

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

3,157,955	Neustar, Inc., Term Loan B	Ba2	BB+	5.00%	11
3,000,000	Syniverse Holdings, Inc., Term Loan B	B1	BB-	5.00%	04

TOTAL SENIOR FLOATING-RATE LOAN INTERESTS

(Cost \$545,414,942)

PRINCIPAL VALUE	DESCRIPTION	RATE	S MA

NOTES - 0.0%			
	HOMEBUILDING - 0.0%		
727,273	TOUSA, Inc. (Payment-In-Kind Election Note) (f) (g) (h) (i).....	14.75%	07
	TOTAL NOTES		
	(Cost \$436,364)		

SHARES	DESCRIPTION

WARRANTS - 0.0%	
	BROADCASTING - 0.0%
1,449	Cumulus Media, Inc. (f) (h) (j).....
	TOTAL WARRANTS
	(Cost \$0)

See Notes to Quarterly Portfolio of Investments

Page 13

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
 PORTFOLIO OF INVESTMENTS (a) - (CONTINUED)
 AUGUST 31, 2012 (UNAUDITED)

SHARES	DESCRIPTION

PREFERRED STOCKS - 0.0%	
	HOMEBUILDING - 0.0%
4,273	TOUSA, Inc. (8.0%, Series A Convertible Payment-In-Kind Preferred Stock) (f) (g) (h) (j).....
	TOTAL PREFERRED STOCKS
	(Cost \$2,563,636)
	TOTAL INVESTMENTS - 145.1%
	(Cost \$548,414,942) (k)
	OUTSTANDING LOAN - (42.7%)

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

NET OTHER ASSETS AND LIABILITIES - (2.4%)

NET ASSETS - 100.0%

- (a) All or a portion of the securities are available to serve as collateral on the outstanding loan.
- (b) Ratings below Baa3 by Moody's Investors Service, Inc. or BBB- by Standard & Poor's Ratings Group are considered to be below investment grade.
- (c) Senior Floating-Rate Loan Interests ("Senior Loans") in which the Fund invests pay interest at rates which are periodically predetermined by reference to a base lending rate plus a premium. These base lending rates are generally (i) the lending rate offered by one or more major European banks, such as the London Inter-Bank Offered Rate ("LIBOR"), (ii) the prime rate offered by one or more United States banks or (iii) the certificate of deposit rate. Certain Senior Loans are subject to a LIBOR floor that establishes a minimum LIBOR rate. The interest rate shown reflects the rate in effect at August 31, 2012.
- (d) Senior Loans generally are subject to mandatory and/or optional prepayment. As a result, the actual remaining maturity of Senior Loans may be substantially less than the stated maturities shown.
- (e) This Senior Loan was privately rated upon issuance. The rating agency does not provide ongoing surveillance on the rating.
- (f) This security is fair valued in accordance with procedures adopted by the Fund's Board of Trustees, and in accordance with the provisions of the Investment Company Act of 1940, as amended.
- (g) This borrower has filed for protection in federal bankruptcy court.
- (h) This security is restricted and cannot be offered for public sale without first being registered under the Securities Act of 1933, as amended. Prior to registration, restricted securities may only be resold in transactions exempt from registration (See Note D - Restricted Securities in the Notes to Quarterly Portfolio of Investments).
- (i) This Senior Loan is a Senior Subordinated Payment-in-Kind Election Note whereby 1.00% of interest per annum is to be paid in cash and 13.75% of interest per annum shall be paid by the issuer, at its option (i) entirely in cash, (ii) entirely in Payment-in-Kind interest or (iii) a combination thereof. Interest is to be paid semi-annually, however, the issuer is in default and income is not being accrued.
- (j) Non-income producing security.
- (k) Aggregate cost for financial reporting purposes, which approximates the aggregate cost for federal income tax purposes. As of August 31, 2012, the aggregate gross unrealized appreciation for all securities in which there was an excess of value over tax cost was \$4,097,198 and the aggregate gross unrealized depreciation for all securities in which there was an excess of tax cost over value was \$9,125,140.

NR Not Rated

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
 PORTFOLIO OF INVESTMENTS - (CONTINUED)
 AUGUST 31, 2012 (UNAUDITED)

VALUATION INPUTS

A summary of the inputs used to value the Fund's investments as of August 31, 2012 is as follows (see Note A - Portfolio Valuation in the Notes to Quarterly Portfolio of Investments):

	TOTAL VALUE AT 8/31/2012	LEVEL 1 QUOTED PRICES	LEVEL 2 SIGNIFICANT OBSERVABLE INPUTS
Senior Floating-Rate Loan Interests:			
Aerospace & Defense	\$ 15,729,469	\$ --	\$ 15,097,769
Aluminum	1,960,000	--	--
Asset Management & Custody Banks	17,951,646	--	12,473,525
Construction & Engineering	6,107,975	--	3,994,850
Diversified Support Services	1,995,000	--	--
Independent Power Producers & Energy Trader	18,463,086	--	15,388,309
Industrial Machinery	4,583,069	--	2,796,013
Other Diversified Financial Services	21,270,528	--	16,701,259
Packaged Foods & Meats	11,858,439	--	9,863,439
Specialty Chemicals	22,358,396	--	19,373,396
Trucking	4,390,615	--	1,449,081
Other Industry Categories*	416,716,458	--	416,716,458
Total Senior Floating-Rate Loan Interests	543,384,681	--	513,854,099
Notes*	--	--	--
Warrants*	2,319	--	2,319
Preferred Stocks*	--	--	--
TOTAL INVESTMENTS	\$543,387,000	\$ --	\$513,856,418

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

** Market value is less than \$1.

There were no transfers between Level 1 and Level 2.

All transfers in and out of Level 3 during the period are assumed to be transferred on the last day of the period at their current value. As of August 31, 2012, the Fund transferred Senior Floating-Rate Loan Interests valued at \$10,093,781 from Level 2 to Level 3 of the fair value hierarchy. The Senior Floating-Rate Loan Interests that transferred from Level 2 to Level 3 did so primarily as a result of additional information obtained from an independent third party pricing vendor relating to the illiquidity of individual Senior Floating-Rate Loan Interests. There were no transfers out of Level 3. Level 3 Senior Floating-Rate Loan Interests are valued based on third party pricing service prices obtained primarily from dealer runs and indicative sheets from brokers.

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

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

BEGINNING BALANCE AT MAY 31, 2012	
Senior Floating-Rate Loan Interests	\$ 16,377,616
Notes	--
Common Stocks	--
Warrants	--
Preferred Stocks	--
Net Realized Gain (Loss)	7,024
Net Change in Unrealized Appreciation/Depreciation	85,073
Purchases	
Senior Floating-Rate Loan Interests	6,103,125
Sales	
Senior Floating-Rate Loan Interests	(3,136,037)
Transfers In	
Senior Floating-Rate Loan Interests	10,093,781
Transfers Out	
Senior Floating-Rate Loan Interests	--

ENDING BALANCE AT AUGUST 31, 2012	
Senior Floating-Rate Loan Interests	29,530,582
Notes	-- **
Common Stocks	--
Warrants	--
Preferred Stocks	-- **

Total Level 3 holdings	\$ 29,530,582
=====	

See Notes to Quarterly Portfolio of Investments

Page 13

NOTES TO QUARTERLY PORTFOLIO OF INVESTMENTS

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II AUGUST 31, 2012 (UNAUDITED)

VALUATION AND INVESTMENT PRACTICES

A. PORTFOLIO VALUATION:

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

The Fund's investments are valued daily in accordance with valuation procedures adopted by the Fund's Board of Trustees, and in accordance with provisions of the Investment Company Act of 1940, as amended (the "1940 Act"). The Senior

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

Floating-Rate Loan Interests ("Senior Loans") (1) in which the Fund invests are not listed on any securities exchange or board of trade. Senior Loans are typically bought and sold by institutional investors in individually negotiated private transactions that function in many respects like an over-the-counter secondary market, although typically no formal market-makers exist. This market, while having grown substantially since its inception, generally has fewer trades and less liquidity than the secondary market for other types of securities. Some Senior Loans have few or no trades, or trade infrequently, and information regarding a specific Senior Loan may not be widely available or may be incomplete. Accordingly, determinations of the fair value of Senior Loans may be based on infrequent and dated information. Because there is less reliable, objective data available, elements of judgment may play a greater role in valuation of Senior Loans than for other types of securities. Typically, Senior Loans are valued using information provided by a third party pricing service. The third party pricing service primarily uses over-the-counter pricing from dealer runs and broker quotes from indicative sheets to value the Senior Loans.

Common stocks and other securities listed on any national or foreign exchange (excluding the NASDAQ National Market ("NASDAQ") and the London Stock Exchange Alternative Investment Market ("AIM")) are valued at the last sale price on the exchange on which they are principally traded. If there are no transactions on the valuation day, the securities are valued at the mean between the most recent bid and asked prices. Securities listed on the NASDAQ or the AIM are valued at the official closing price. If there is no official closing price on the valuation day, the securities are valued at the mean between the most recent bid and asked prices. Securities traded in the over-the-counter market are valued at their closing bid prices.

Debt securities having a remaining maturity of sixty days or less when purchased are valued at cost adjusted for amortization of premiums and accretion of discounts.

In the event that market quotations are not readily available, the pricing service does not provide a valuation, or the valuations received are deemed unreliable, the Fund's Board of Trustees has designated First Trust Advisors L.P. ("First Trust" or the "Advisor") to use a fair value method to value the Fund's securities. Additionally, if events occur after the close of the principal markets for certain securities (e.g., domestic debt securities and foreign securities) that could materially affect the Fund's NAV, First Trust may use a fair value method to value the Fund's securities. The use of fair value pricing is governed by valuation procedures adopted by the Fund's Board of Trustees, and in accordance with the provisions of the 1940 Act. As a general principle, the fair value of a security is the amount which the Fund might reasonably expect to receive for the security upon its current sale. However, in light of the judgment involved in fair valuations, there can be no assurance that a fair value assigned to a particular security will be the amount which the Fund might be able to receive upon its current sale. Fair valuation of a security is based on the consideration of all available information, including, but not limited to, the following:

- 1) the fundamental business data relating to the issuer;
- 2) an evaluation of the forces which influence the market in which these securities are purchased and sold;
- 3) the type, size and cost of a security;
- 4) the financial statements of the issuer;
- 5) the credit quality and cash flow of the issuer, based on the Advisor's or external analysis;

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

- 6) the information as to any transactions in or offers for the security;
- 7) the price and extent of public trading in similar securities (or equity securities) of the issuer/borrower, or comparable companies;
- 8) the coupon payments;
- 9) the quality, value and salability of collateral, if any, securing the security;
- 10) the business prospects of the issuer, including any ability to obtain money or resources from a parent or affiliate and an assessment of the issuer's management;
- 11) the prospects for the issuer's industry, and multiples (of earnings and/or cash flows) being paid for similar businesses in that industry;
- 12) issuer's competitive position within the industry;
- 13) issuer's ability to access additional liquidity through public and/or private markets; and
- 14) other relevant factors.

1 The terms "security" and "securities" used throughout the Notes to Quarterly Portfolio of Investments include Senior Loans.

Page 14

NOTES TO QUARTERLY PORTFOLIO OF INVESTMENTS - (CONTINUED)

FIRST TRUST SENIOR FLOATING RATE INCOME FUND II
AUGUST 31, 2012 (UNAUDITED)

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

- o Level 1 - Level 1 inputs are quoted prices in active markets for identical investments. An active market is a market in which transactions for the investment occur with sufficient frequency and volume to provide pricing information on an ongoing basis.
- o Level 2 - Level 2 inputs are observable inputs, either directly or indirectly, and include the following:
 - o Quoted prices for similar investments in active markets.
 - o Quoted prices for identical or similar investments in markets that are non-active. A non-active market is a market where there are few transactions for the investment, the prices are not current, or price quotations vary substantially either over time or among market makers, or in which little information is released publicly.

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

- o Inputs other than quoted prices that are observable for the investment (for example, interest rates and yield curves observable at commonly quoted intervals, volatilities, prepayment speeds, loss severities, credit risks, and default rates).
- o Inputs that are derived principally from or corroborated by observable market data by correlation or other means.
- o Level 3 - Level 3 inputs are unobservable inputs. Unobservable inputs may reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing the investment.

The inputs or methodology used for valuing investments are not necessarily an indication of the risk associated with investing in those investments. A summary of the inputs used to value the Fund's investments as of August 31, 2012, is included with the Fund's Portfolio of Investments.

B. SECURITY TRANSACTIONS:

Security transactions are recorded as of the trade date. Realized gains and losses from securities transactions are recorded on the identified cost basis.

Securities purchased or sold on a when-issued, delayed-delivery or forward purchase commitment basis may have extended settlement periods. The value of the security so purchased is subject to market fluctuations during this period. Due to the nature of the Senior Loan market, the actual settlement date may not be certain at the time of the purchase or sale for some of the Senior Loans. Interest income on such Senior Loans is not accrued until settlement date. The Fund maintains liquid assets with a current value at least equal to the amount of its when-issued, delayed delivery or forward purchase commitments. The Fund did not have any when-issued, delayed-delivery or forward purchase commitments as of August 31, 2012.

C. UNFUNDED LOAN COMMITMENTS:

The Fund may enter into certain loan commitments, all or a portion of which may be unfunded. The Fund is obligated to fund these loan commitments at the borrower's discretion. The Fund did not have any unfunded loan commitments as of August 31, 2012.

D. RESTRICTED SECURITIES:

The Fund invests in restricted securities, which are securities that may not be offered for public sale without first being registered under the Securities Act of 1933, as amended (the "1933 Act"). Prior to registration, restricted securities may only be resold in transactions exempt from registration under Rule 144A under the 1933 Act, normally to qualified institutional buyers. As of August 31, 2012, the Fund held restricted securities as shown in the following table. The Fund does not have the right to demand that such securities be registered. These securities are valued according to the valuation procedures as stated in the Portfolio Valuation footnote (Note A) and are not expressed as a discount to the carrying value of a comparable unrestricted investment. There are no unrestricted investments with the same maturity dates and yields for these issuers.

ACQUISITION	PRINCIPAL	VALUE	CURRENT
-------------	-----------	-------	---------

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

SECURITY	DATE	VALUE/SHARES	PER SHARE	CARRYING COST
Cumulus Media, Inc. - Warrants	6/29/09	1,449	\$ 1.60	\$ --
TOUSA, Inc. - Notes	7/31/07(1)	\$ 727,273	--	436,364
TOUSA, Inc. - Preferred Stocks	7/31/07(1)	4,273	--	2,563,636
				\$ 3,000,000

* Amount is less than 0.01%.

(1) Security was acquired through a restructuring that was effective on July 31, 2007.

Page 15

ITEM 2. CONTROLS AND PROCEDURES.

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

ITEM 3. EXHIBITS.

Certifications pursuant to Rule 30a-2(a) under the 1940 Act and Section 302 of the Sarbanes-Oxley Act of 2002 are attached hereto.

SIGNATURES

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

(Registrant) First Trust Senior Floating Rate Income Fund II

By (Signature and Title)* /s/ Mark R. Bradley

Mark R. Bradley
 President and Chief Executive Officer
 (principal executive officer)

Date October 23, 2012

Edgar Filing: FIRST TRUST SENIOR FLOATING RATE INCOME FUND II - Form N-Q

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

By (Signature and Title)* /s/ Mark R. Bradley

Mark R. Bradley
President and Chief Executive Officer
(principal executive officer)

Date October 23, 2012

By (Signature and Title)* /s/ James M. Dykas

James M. Dykas
Chief Financial Officer and Chief Accounting Officer
(principal financial officer)

Date October 23, 2012

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