



**FOR IMMEDIATE RELEASE**

**Puerto Rico AAA Portfolio Bond Fund II, Inc.  
Dividend Declaration and Portfolio Statistics**

**San Juan, Puerto Rico, October 10, 2008.** - Puerto Rico AAA Portfolio Bond Fund II, Inc., a closed-end management investment company registered as an investment company under the Puerto Rico Investment Companies Act today announced that the Fund's Board of Directors has declared a taxable dividend from net investment income of \$0.04958 (\$0.03425 exempt and \$0.01533 taxable) per share of common stock. The dividend is payable on October 10, 2008 to common shareholders of record as of September 26, 2008. Under normal circumstances the Fund invests at least 67% of its total assets in taxable and tax-exempt securities issued by Puerto Rico issuers. Shares of common stock are sold exclusively to individuals who have their principal residence in Puerto Rico and to business organizations that have their principal office and place of business in Puerto Rico. The Fund issued 1,750,000 shares with trade date September 29, 2008 and settlement date September 30, 2008.

**Portfolio statistics (% of total portfolio assets) as of September 30, 2008<sup>1</sup>:**

Portfolio Summary		Characteristics	
<b>PR Obligations:</b>	<b>85.57%</b>	Total Assets	\$73 million
PR Issuers	42.14%	Net Asset Value	\$9.38
Mortgage-Backed Securities	43.43%	Market Price	\$9.60 / \$9.84
Preferred Stocks	0.00%	IPO Price (2005)	\$10.00
<b>US Obligations:</b>	<b>14.43%</b>	September 2008 Dividend	\$0.04958
US Agency	14.43%	Leverage <sup>2</sup>	26.16%
US Municipals	0.00%	Market Yield <sup>3</sup>	6.12%
<b>Total</b>	<b>100.00%</b>	IPO Yield <sup>3</sup>	5.95%
		Avg. Last 12-Month Dividend	\$0.048

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<sup>1</sup> The Fund's portfolio is actively managed and its composition will vary over time.

<sup>2</sup> As a percent of total assets.

<sup>3</sup> Market yield is calculated by multiplying the current month's distribution by twelve and dividing by the average between the bid and ask month-end market prices. IPO yield is calculated by multiplying the current month's distribution by twelve and dividing the initial offering price of \$10. Prices and yields may vary. Past performance is no guarantee of future results.