

NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3  
Form N-CSR  
July 08, 2003

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 811-10345  
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Nuveen Dividend Advantage Municipal Fund 3  
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(Exact name of registrant as specified in charter)

Nuveen Investments  
333 West Wacker Drive  
Chicago, IL 60606  
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(Address of principal executive offices) (Zip code)

Jessica R. Droeger  
Nuveen Investments  
333 West Wacker Drive  
Chicago, IL 60606  
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(Name and address of agent for service)

Registrant's telephone number, including area code: (312) 917-7700  
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Date of fiscal year end: October 31st  
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Date of reporting period: April 30th  
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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.

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ITEM 1. REPORTS TO STOCKHOLDERS.

SEMIANNUAL REPORT April 30, 2003

Nuveen  
Municipal Closed-End  
Exchange-Traded  
Funds

PERFORMANCE PLUS  
NPP

MUNICIPAL ADVANTAGE  
NMA

MARKET OPPORTUNITY  
NMO

DIVIDEND ADVANTAGE  
NAD  
NXZ  
NZF

Photo of: 2 men and child walking.

Photo of: 2 men talking.

DEPENDABLE,  
TAX-FREE INCOME  
BECAUSE  
IT'S NOT WHAT YOU EARN,  
IT'S WHAT YOU KEEP. (R)

Logo: NUVEEN Investments

FASTER INFORMATION  
RECEIVE YOUR  
NUVEEN FUND REPORT  
ELECTRONICALLY

By registering for electronic delivery, you will receive an e-mail as soon as your Nuveen Fund information is available. Click on the link and you will be taken directly to the report. Your Fund report can be viewed and saved on your computer. Your report will arrive faster via e-mail than by traditional mail.

Registering is easy and only takes a few minutes (see instructions at right).

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SOME COMMON CONCERNS:

WILL MY E-MAIL ADDRESS BE DISTRIBUTED TO OTHER COMPANIES?

No, your e-mail address is strictly confidential and will not be used for

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anything other than notification of shareholder information.

WHAT IF I CHANGE MY MIND AND WANT TO RECEIVE INVESTOR MATERIALS THROUGH REGULAR MAIL DELIVERY AGAIN?

If you decide you do not like receiving your reports electronically, it's a simple process to go back to regular mail delivery.

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IF YOUR NUVEEN FUND DIVIDENDS AND STATEMENTS

COME FROM YOUR FINANCIAL ADVISOR OR BROKERAGE ACCOUNT,

FOLLOW THE STEPS OUTLINED BELOW:

- 1 Go to [WWW.INVESTORDELIVERY.COM](http://WWW.INVESTORDELIVERY.COM)
- 2 Refer to the address sheet that accompanied this report. Enter the personal 13-CHARACTER ENROLLMENT NUMBER imprinted near your name.
- 3 You'll be taken to a page with several options. Select the NEW ENROLLMENT-CREATE screen. Once there, enter your e-mail address (e.g. [yourID@providerID.com](mailto:yourID@providerID.com)), and a personal, 4-digit PIN number of your choice. (Pick a number that's easy to remember.)
- 4 Click Submit. Confirm the information you just entered is correct, then click Submit again.
- 5 You should get a confirmation e-mail within 24 hours. If you do not, go back through these steps to make sure all the information is correct.
- 6 Use this same process if you need to change your registration information or cancel internet viewing.

IF YOUR NUVEEN FUND DIVIDENDS AND STATEMENTS

COME DIRECTLY TO YOU FROM NUVEEN,

FOLLOW THE STEPS OUTLINED BELOW:

- 1 Go to [WWW.NUVEEN.COM](http://WWW.NUVEEN.COM)
- 2 Select ACCESS YOUR ACCOUNT. Select the E-REPORT ENROLLMENT section. Click on Enrollment Today.
- 3 You'll be taken to a screen that asks for your Social Security number and e-mail address. Fill in this information, then click Enroll.
- 4 You should get a confirmation e-mail within 24 hours. If you do not, go back through these steps to make sure all the information is correct.
- 5 Use this same process if you need to change your registration information or cancel internet viewing.

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Timothy R. Schwertfeger

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Chairman of the Board

Photo of: Timothy R. Schwertfeger

Sidebar text: "NO ONE KNOWS WHAT THE FUTURE WILL BRING, WHICH IS WHY WE THINK A WELL-BALANCED PORTFOLIO ... IS AN IMPORTANT COMPONENT IN ACHIEVING YOUR LONG-TERM FINANCIAL GOALS."

Dear  
SHAREHOLDER

Once again, I am pleased to report that over the most recent reporting period your Fund continued to provide you with attractive tax-free monthly income. For more specific information about the performance of your Fund, please see the Portfolio Manager's Comments and Performance Overview sections of this report.

With interest rates at historically low levels, many have begun to wonder how fixed-income investments will perform if interest rates begin to rise. No one knows what the future will bring, which is why we think a well-balanced portfolio that is structured and carefully monitored with the help of an investment professional is an important component in achieving your long-term financial goals. A well-diversified portfolio may actually help to reduce your overall investment risk, and we believe that municipal bond investments like your Nuveen Fund can be important building blocks in a portfolio crafted to perform well through a variety of market conditions.

I'd also like to direct your attention to the inside front cover of this report, which explains the quick and easy process to begin receiving Fund reports like this via e-mail and the internet. Thousands of Nuveen Fund shareholders already have signed-up, and they are getting their Fund information faster and more conveniently than ever. I urge you to consider joining them.

Since 1898, Nuveen Investments has offered financial products and solutions that incorporate careful research, diversification, and the application of conservative risk-management principles. We are grateful that you have chosen us as a partner as you pursue your financial goals. We look forward to continuing to earn your trust in the months and years ahead.

Sincerely,

/s/ Timothy R. Schwertfeger

Timothy R. Schwertfeger  
Chairman of the Board

June 16, 2003

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Nuveen Municipal Closed-End Exchange-Traded Funds  
(NPP, NMA, NMO, NAD, NXZ, NZF)

Portfolio Manager's  
COMMENTS

Portfolio manager Tom Spalding reviews economic and market conditions, key investment strategies, and the recent performance of these Nuveen National Funds. A 27-year Nuveen veteran, Tom has managed NXZ since its inception in March 2001, and assumed responsibility for NPP, NMA, NMO, NAD and NZF in January

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2003.

WHAT FACTORS AFFECTED THE U.S. ECONOMY AND MUNICIPAL MARKET DURING THE PERIOD ENDED APRIL 30, 2003?

The underlying economic and market conditions have not changed much since our last shareholder report dated October 31, 2002. We believe the most influential factors shaping the U.S. economy and the municipal market during this reporting period continued to be the sluggish pace of economic growth and interest rates that remained at 40-year lows. At the same time, continued geopolitical concerns, centering on the ongoing threat of terrorism and the situation in Iraq, also had an impact during this reporting period, particularly in terms of investor sentiment.

In the municipal market, the slow economic recovery and the continued lack of inflationary pressures created conditions that helped many bonds perform well during this reporting period. As of April 2003, inflation was running at 1.5% annualized, the lowest annual rate in 37 years. Following a record year in 2002, municipal issuance nationwide remained very heavy during the first four months of 2003, with \$113.5 billion in new municipal bonds coming to market, an increase of 21% over the same period in 2002. Despite the large supply of new municipal bonds, firm or improving prices indicated continued strong demand from investors. In particular, institutional investors such as property/ casualty insurance companies, hedge funds, arbitrage accounts and pension funds were active buyers in the municipal market over much of this reporting period.

HOW DID THESE FUNDS PERFORM OVER THE TWELVE-MONTH PERIOD ENDED APRIL 30, 2003?

Individual results for these Funds, as well as for appropriate benchmarks, are presented in the accompanying table.

	MARKET YIELD		TOTAL RETURN ON NAV	LEHMAN TOTAL RETURN <sup>1</sup>	LIPPER AVERAGE <sup>2</sup>
	4/30/03	TAXABLE- EQUIVALENT <sup>3</sup>	1 YEAR ENDED 4/30/03	1 YEAR ENDED 4/30/03	1 YEAR ENDED 4/30/03
NPP	6.44%	9.20%	10.48%	8.49%	10.27%
NMA	6.74%	9.63%	11.46%	8.49%	10.27%
NMO	6.57%	9.39%	8.71%	8.49%	10.27%
NAD	6.53%	9.33%	12.44%	8.49%	10.27%
NXZ	6.88%	9.83%	11.38%	8.49%	10.27%
NZF	6.65%	9.50%	13.88%	8.49%	10.27%

Past performance is not predictive of future results.

For additional information, see the individual Performance Overview for your Fund in this report.

For the twelve months ended April 30, 2003, all six of the Funds in this report outperformed the unleveraged, unmanaged Lehman Brothers Municipal Bond Index. All except NMO also outperformed their Lipper Fund peer group average.

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- 1 The total annual returns on common share net asset value (NAV) for these Funds are compared with the total annual return of the Lehman Brothers Municipal Bond Index, an unleveraged index comprising a broad range of investment-grade municipal bonds. Results for the Lehman index do not reflect any expenses.
- 2 The total returns of these Nuveen Funds are compared with the average annualized return of the 58 funds in the Lipper General Leveraged Municipal Debt Funds category. Fund and Lipper returns assume reinvestment of dividends.
- 3 The taxable-equivalent yield represents the yield that must be earned on a taxable investment in order to equal the yield of the Nuveen Fund on an after-tax basis. The taxable-equivalent yield is based on the Fund's market yield on the indicated date and a federal income tax rate of 30%.

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Much of this outperformance relative to the Lehman Index is attributable to the Funds' leveraged capital structures and to their relatively long durations<sup>4</sup>. While leverage adds volatility to a Fund, it can help enhance the amount of income paid to common shareholders, especially during a period of low short-term interest rates as was the case during the twelve-month period. The Funds' performances compared with the Lehman index also was helped by their relatively long durations. Duration is a measure of sensitivity to changes in interest rates, and, generally, the longer the duration, the more the price of an investment will react to a change in prevailing interest rates. In a time of generally declining interest rates, as was the case during much of the twelve-month period, longer duration investments would be expected to outperform shorter duration investments, all other things being equal. The durations of the six Funds as of April 30, 2003, ranged from 9.15 to 10.09, compared with 7.84 for the Lehman index.

In addition to leverage and duration, the relative performances of these Funds were influenced by factors such as call exposure, portfolio trading activity and the price movement of specific sectors and holdings. During the twelve-month period, for example, the performance of NMO was impacted by its holdings of bonds backed by American Airlines and United Air Lines. Over the past year, the market value of most airline-backed bonds fell, due in part to a decline in passenger volume and in part to the well-documented financial struggles of the industry's two largest carriers.

As of April 30, 2003, NMO held \$50.1 million par value, or 4.8% of its portfolio, in airline-backed bonds, and their depreciation over the twelve-month period cost the Fund approximately 375 basis points in total return performance.

### HOW DID THE MARKET ENVIRONMENT AFFECT THE FUNDS' DIVIDENDS AND SHARE PRICES?

With short-term interest rates at historically low levels, the dividend-payment capabilities of these Funds benefited from their use of leverage. The amount of this benefit is tied in part to the short-term rates the Funds pay their MuniPreferred(R) shareholders. Low short-term rates can enable the Funds to reduce the amount of income they pay MuniPreferred holders, which potentially can leave more earnings to support common share dividends. During the twelve months ended April 30, 2003, the continued low level of short-term interest rates enabled us to implement four dividend increases in NPP, NMA, and NXZ; three in NMO and NAD; and one in NZF.

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Over the course of this twelve-month period, strong demand and favorable market conditions helped to

- 4 Duration is a measure of a Fund's NAV volatility in reaction to interest rate movements. Fund duration, also known as leverage-adjusted duration, takes into account the leveraging process for a Fund and therefore is generally longer than the duration of the actual portfolio of individual bonds that make up the Fund. References to duration in this commentary are intended to indicate Fund duration unless otherwise noted.

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boost the share prices of all six Funds. Since their NAVs also increased, NAD moved from trading at a premium to its common share net asset value to trading at a discount, while the remaining five Funds continued to trade at discounts as of April 30, 2003 (see charts on individual Performance Overview pages).

WHAT KEY STRATEGIES WERE USED TO MANAGE THESE FUNDS DURING THE PERIOD ENDED APRIL 30, 2003?

Over the reporting period, we continued to place strong emphasis on diversifying the Funds' port-folios, enhancing call protection and supporting their future dividend-paying capabilities. Strategically, our main focus centered on systematically shortening the Funds' durations, which we believe will help us better control the Funds' interest rate risk over time and enhance their ability to produce consistent returns. Interest rate risk is the risk that the value of a Fund's portfolio will decline when market interest rates rise (since bond prices move in the opposite direction of interest rates). The longer the duration of a Fund's portfolio, the greater its interest rate risk.

In line with our moderated duration strategy, we concentrated on finding value in the long-intermediate part of the yield curve (i.e., bonds that mature in about 20 years). In many cases, these long-intermediate bonds were offering yields similar to those of longer bonds but, in our opinion, had less inherent interest rate risk. Over the period, the purchase of bonds in this part of the curve helped to shorten the durations of these Funds, making their portfolios less sensitive to any changes in the interest rate environment while still allowing them to provide competitive yields.

In general, the heavy issuance in the municipal market over the past year provided us with increased opportunities to purchase the types of bond structures that we favor. We also continued to look for individual issues that we believed would perform well regardless of the future direction of interest rates. Overall, we emphasized undervalued sectors of the market and geographical areas with healthy levels of issuance, such as Texas and Florida. All six Funds also maintained substantial weightings in healthcare bonds, the top performing group among the Lehman revenue sectors for the twelve months ended April 30, 2003.

Each of these Funds held modest positions (less than 5% of its portfolio) in bonds backed by the 1998 Master Tobacco Settlement Agreement. Over the past five years, fourteen states, the

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District of Columbia, Puerto Rico, Guam, New York City, and individual counties in California and New York have issued almost \$20 billion of tobacco securitization bonds backed by this agreement. In recent months, the prices of these bonds weakened as the result of lawsuits involving the major tobacco companies as well as the increased issuance of such bonds by states planning to use the proceeds to help close budget gaps. Although the sector as a whole produced negative returns over the twelve-month period, tobacco bonds showed some recovery toward the end of the period.

Given the current geopolitical and economic climate, we believe that maintaining strong credit quality remains a vital requirement, and we continued to emphasize higher rated and insured bonds in our purchases for the Funds. As of April 30, 2003, each of these Funds offered excellent credit quality, with allocations of bonds rated AAA/U.S. guaranteed and AA ranging from 69% to 84%. In general, our weightings in higher quality and insured bonds benefited the performance of these Funds during the twelve-month period.

WHAT IS YOUR OUTLOOK FOR THE MUNICIPAL MARKET IN GENERAL AND THESE NUVEEN FUNDS IN PARTICULAR?

We think new issuance volume should remain strong, as issuers continue to take advantage of the low rate environment. Adding to our expectations for continued strong issuance are the budget deficits affecting many states, and their continued need to raise money for infrastructure, education and healthcare needs. Over coming months, we will continue to closely monitor the states' budgetary situations to watch for any potential impact on credit ratings.

Looking at the bond call exposure, we believe these Funds offer good levels of call protection during the remainder of 2003 and through 2004. As of April 30, 2003, the percentage of bonds eligible for calls ranged from 1% in NZF to 14% in NPP during 2003 and 2004. The number of actual calls during this time will depend largely on market interest rates and the specific situations of individual issuers.

In the coming months, our primary goal will continue to be moderating the Funds' durations. In addition, we plan to watch for opportunities to purchase or swap for issues that we perceive to be under-valued, particularly in sectors of the market that have recently underperformed. The expected strong supply of new bonds should help us in this effort.

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Nuveen Performance Plus Municipal Fund, Inc.

Performance

OVERVIEW As of April 30, 2003

NPP

Pie Chart:

CREDIT QUALITY

AAA/U.S. GUARANTEED	67%
AA	15%
A	11%
BBB	3%
NR	3%
BB OR LOWER	1%

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## PORTFOLIO STATISTICS

Share Price	\$14.82
Common Share Net Asset Value	\$15.68
Market Yield	6.44%
Taxable-Equivalent Yield (Federal Income Tax Rate) <sup>1</sup>	9.20%
Net Assets Applicable to Common Shares (\$000)	\$939,552
Average Effective Maturity (Years)	18.10
Leverage-Adjusted Duration	9.63

## AVERAGE ANNUAL TOTAL RETURN (Inception 6/89)

	ON SHARE PRICE	ON NAV
1-Year	11.18%	10.48%
5-Year	5.59%	6.97%
10-Year	5.83%	6.77%

## TOP FIVE SECTORS (as a % of total investments)

Tax Obligation/General	15%
U.S. Guaranteed	14%
Tax Obligation/Limited	13%
Utilities	11%
Healthcare	9%

## Bar Chart:

### 2002-2003 MONTHLY TAX-FREE DIVIDENDS PER SHARE<sup>2</sup>

5/02	0.0745
6/02	0.076
7/02	0.076
8/02	0.076
9/02	0.077
10/02	0.077
11/02	0.077
12/02	0.078
1/03	0.078
2/03	0.078
3/03	0.0795
4/03	0.0795

## Line Chart:

## Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSR

### SHARE PRICE PERFORMANCE

#### Weekly Closing Price

Past performance is not predictive of future results.

5/1/02	14.3
	14.29
	13.96
	14.08
	14.13
	14.29
	14.33
	14.57
	14.76
	14.73
	14.71
	14.98
	14.64
	14.85
	14.97
	14.77
	14.75
	14.84
	14.93
	14.88
	14.96
	15.05
	15.08
	14.9
	13.98
	14.16
	14.4
	14.29
	14.12
	13.77
	13.95
	14.01
	13.86
	13.86
	14.15
	14.3
	13.98
	14.02
	14.16
	14.34
	14.27
	14.16
	14.15
	14.43
	14.48
	14.45
	14.28
	14.46
	14.42
	14.5
	14.59
4/30/03	14.68

- 1 Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%.

## Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSR

2 The Fund also paid shareholders capital gains and net ordinary income distributions in December 2002 of \$0.0254 per share.

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Nuveen Municipal Advantage Fund, Inc.

Performance

OVERVIEW As of April 30, 2003

NMA

Pie Chart:

CREDIT QUALITY

AAA/U.S. GUARANTEED	59%
AA	16%
A	11%
BBB	13%
BB OR LOWER	1%

### PORTFOLIO STATISTICS

Share Price	\$15.32
Common Share Net Asset Value	\$15.74
Market Yield	6.74%
Taxable-Equivalent Yield (Federal Income Tax Rate) <sup>1</sup>	9.63%
Net Assets Applicable to Common Shares (\$000)	\$676,349
Average Effective Maturity (Years)	19.48
Leverage-Adjusted Duration	9.16

### AVERAGE ANNUAL TOTAL RETURN (Inception 12/89)

	ON SHARE PRICE	ON NAV
1-Year	11.84%	11.46%
5-Year	6.32%	7.02%
10-Year	6.18%	6.85%

### TOP FIVE SECTORS (as a % of total investments)

Healthcare	16%
Utilities	14%
Housing/Single Family	14%

## Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSR

U.S. Guaranteed	13%
Transportation	10%

Bar Chart:

2002-2003 MONTHLY TAX-FREE DIVIDENDS PER SHARE<sup>2</sup>

5/02	0.0785
6/02	0.0805
7/02	0.0805
8/02	0.0805
9/02	0.082
10/02	0.082
11/02	0.082
12/02	0.0835
1/03	0.0835
2/03	0.0835
3/03	0.086
4/03	0.086

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

5/1/02	14.79
	14.69
	14.61
	14.64
	14.68
	14.91
	14.98
	14.97
	15.11
	15.2
	15.4
	15.3
	15.12
	15.23
	15.54
	15.27
	15.28
	15.48
	15.46
	15.5
	15.53
	15.55
	15.57
	15.38
	14.5
	14.33
	14.65
	14.78
	14.44
	14.32
	14.35
	14.58
	14.39
	14.33

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	14.7
	14.75
	14.48
	14.56
	14.75
	14.75
	14.8
	14.79
	14.83
	14.91
	15.02
	15
	14.72
	15
	15.04
	14.97
	15
4/30/03	15.18

- 1 Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%.
- 2 The Fund also paid shareholders capital gains and net ordinary income distributions in December 2002 of \$0.0733 per share.

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Nuveen Municipal Market Opportunity Fund, Inc.

Performance

OVERVIEW As of April 30, 2003

NMO

Pie Chart:

CREDIT QUALITY

AAA/U.S. GUARANTEED	63%
AA	12%
A	17%
BBB	5%
NR	1%
BB OR LOWER	2%

PORTFOLIO STATISTICS

Share Price	\$14.42
Common Share Net Asset Value	\$15.01
Market Yield	6.57%
Taxable-Equivalent Yield (Federal Income Tax Rate) <sup>1</sup>	9.39%
Net Assets Applicable to Common Shares (\$000)	\$683,693

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Average Effective Maturity (Years)	19.00
Leverage-Adjusted Duration	9.15

AVERAGE ANNUAL TOTAL RETURN (Inception 3/90)

	ON SHARE PRICE	ON NAV
1-Year	7.92%	8.71%
5-Year	4.69%	5.58%
10-Year	5.29%	6.08%

TOP FIVE SECTORS (as a % of total investments)

Tax Obligation/General	22%
Transportation	17%
Tax Obligation/Limited	16%
Healthcare	11%
U.S. Guaranteed	9%

Bar Chart:

2002-2003 MONTHLY TAX-FREE DIVIDENDS PER SHARE

5/02	0.076
6/02	0.077
7/02	0.077
8/02	0.077
9/02	0.078
10/02	0.078
11/02	0.078
12/02	0.078
1/03	0.078
2/03	0.078
3/03	0.079
4/03	0.079

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

5/1/02	14.37
	14.36
	14.2
	14.32
	14.3
	14.41
	14.48
	14.36
	14.62
	14.71
	14.64

	14.62
	14.56
	14.71
	15.03
	14.85
	14.65
	14.96
	14.84
	14.92
	14.85
	14.95
	14.89
	14.78
	13.78
	13.77
	13.83
	14.07
	13.8
	13.57
	13.68
	13.8
	13.6
	13.63
	13.87
	13.99
	13.54
	13.72
	13.75
	13.92
	13.89
	13.89
	13.82
	14.05
	14.08
	14.05
	13.94
	14.1
	14.15
	14.1
	14.19
4/30/03	14.19

- 1 Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%.

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Nuveen Dividend Advantage Municipal Fund

Performance

OVERVIEW As of April 30, 2003

NAD

Pie Chart:

CREDIT QUALITY

## Edgar Filing: NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 - Form N-CSR

AAA/U.S. GUARANTEED	64%
AA	12%
A	6%
BBB	3%
NR	11%
BB OR LOWER	4%

### PORTFOLIO STATISTICS

Share Price	\$15.08
Common Share Net Asset Value	\$15.32
Market Yield	6.53%
Taxable-Equivalent Yield (Federal Income Tax Rate) <sup>1</sup>	9.33%
Net Assets Applicable to Common Shares (\$000)	\$600,979
Average Effective Maturity (Years)	17.59
Leverage-Adjusted Duration	9.53

### AVERAGE ANNUAL TOTAL RETURN (Inception 5/99)

	ON SHARE PRICE	ON NAV
1-Year	9.25%	12.44%
Since Inception	6.58%	8.25%

### TOP FIVE SECTORS (as a % of total investments)

Healthcare	16%
Tax Obligation/General	15%
Transportation	13%
Tax Obligation/Limited	12%
U.S. Guaranteed	11%

### Bar Chart:

#### 2002-2003 MONTHLY TAX-FREE DIVIDENDS PER SHARE

5/02	0.0775
6/02	0.0795
7/02	0.0795
8/02	0.0795
9/02	0.081
10/02	0.081
11/02	0.081
12/02	0.082
1/03	0.082
2/03	0.082

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3/03	0.082
4/03	0.082

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

5/1/02	14.81
	14.65
	14.81
	14.82
	14.76
	14.97
	14.96
	14.82
	15.07
	15.1
	15.03
	14.99
	15
	15.2
	15.25
	14.9
	15.03
	15.2
	15.41
	15.2
	15.2
	15.46
	15.7
	15.07
	14.47
	14.45
	14.51
	14.5
	14.46
	14.34
	14.29
	14.4
	14.38
	14.4
	14.61
	14.95
	14.29
	14.5
	14.57
	14.79
	14.92
	14.87
	14.98
	15
	15.04
	14.93
	14.48
	14.74
	14.75
	14.84
	14.87
4/30/03	14.95

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- 1 Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%.

9

### Nuveen Dividend Advantage Municipal Fund 2

#### Performance

OVERVIEW As of April 30, 2003

NXZ

#### Pie Chart:

##### CREDIT QUALITY

AAA/U.S. GUARANTEED	57%
AA	12%
A	18%
BBB	6%
NR	1%
BB OR LOWER	6%

#### PORTFOLIO STATISTICS

Share Price	\$14.74
Common Share Net Asset Value	\$15.22
Market Yield	6.88%
Taxable-Equivalent Yield (Federal Income Tax Rate) <sup>1</sup>	9.83%
Net Assets Applicable to Common Shares (\$000)	\$445,540
Average Effective Maturity (Years)	25.98
Leverage-Adjusted Duration	9.87

#### AVERAGE ANNUAL TOTAL RETURN (Inception 3/01)

	ON SHARE PRICE	ON NAV
1-Year	11.77%	11.38%
Since Inception	5.49%	9.29%

#### TOP FIVE SECTORS (as a % of total investments)

Healthcare	22%
Tax Obligation/Limited	15%

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Transportation	13%
Water and Sewer	11%
Housing/Single Family	8%

Bar Chart:

2002-2003 MONTHLY TAX-FREE DIVIDENDS PER SHARE<sup>2</sup>

5/02	0.0755
6/02	0.077
7/02	0.077
8/02	0.077
9/02	0.079
10/02	0.079
11/02	0.079
12/02	0.0815
1/03	0.0815
2/03	0.0815
3/03	0.0845
4/03	0.0845

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

5/1/02	14.18
	14.22
	14.23
	13.96
	14.19
	14.2
	14.26
	14.3
	14.28
	14.49
	14.44
	14.75
	14.4
	14.69
	14.6
	14.79
	14.56
	14.52
	14.69
	14.78
	14.78
	14.88
	14.94
	14.31
	14.15
	13.76
	14
	14.15
	13.83
	13.54
	13.72
	14.08
	13.89
	13.77

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	14.25
	14.21
	14.21
	13.98
	14.15
	14.23
	14.41
	14.21
	14.2
	14.44
	14.55
	14.38
	14.31
	14.56
	14.65
	14.55
	14.58
4/30/03	14.65

- 1 Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%.
- 2 The Fund also paid shareholders a capital gains and net ordinary income distribution in December 2002 of \$0.0093 per share.

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Nuveen Dividend Advantage Municipal Fund 3

Performance

OVERVIEW As of April 30, 2003

NZF

Pie Chart:

CREDIT QUALITY

AAA/U.S. GUARANTEED	73%
AA	11%
A	7%
BBB	3%
NR	4%
BB OR LOWER	2%

PORTFOLIO STATISTICS

Share Price	\$14.08
Common Share Net Asset Value	\$14.95
Market Yield	6.65%
Taxable-Equivalent Yield (Federal Income Tax Rate) <sup>1</sup>	9.50%

Net Assets Applicable to

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Common Shares (\$000)	\$602,748
-----	
Average Effective Maturity (Years)	22.04
-----	
Leverage-Adjusted Duration	10.09
-----	

### AVERAGE ANNUAL TOTAL RETURN (Inception 9/01)

	ON SHARE PRICE	ON NAV
-----		
1-Year	8.51%	13.88%
-----		
Since Inception	2.18%	9.01%
-----		

### TOP FIVE SECTORS (as a % of total investments)

Transportation	17%
-----	
Healthcare	16%
-----	
Tax Obligation/Limited	13%
-----	
Water and Sewer	12%
-----	
Tax Obligation/General	9%
-----	

### Bar Chart:

#### 2002-2003 MONTHLY TAX-FREE DIVIDENDS PER SHARE

5/02	0.0755
6/02	0.0755
7/02	0.0755
8/02	0.0755
9/02	0.0755
10/02	0.0755
11/02	0.0755
12/02	0.0755
1/03	0.0755
2/03	0.0755
3/03	0.078
4/03	0.078

### Line Chart:

#### SHARE PRICE PERFORMANCE

#### Weekly Closing Price

Past performance is not predictive of future results.

5/1/02	13.75
	14.1
	13.94
	13.79
	13.96
	14.18
	13.71
	13.83
	14.12
	14.23
	14.35
	14.37

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	13.8
	14.23
	14.38
	14.18
	14.15
	14.32
	14.38
	14.32
	14.29
	14.41
	14.46
	14.2
	13.38
	13.3
	13.62
	13.63
	13.37
	13.23
	13.26
	13.55
	13.19
	13.05
	13.49
	13.62
	13.35
	13.44
	13.62
	13.74
	13.85
	13.73
	13.55
	13.73
	13.92
	13.73
	13.57
	13.82
	13.97
	13.85
	13.93
4/30/03	14.07

1 Taxable-equivalent yield represents the yield on a taxable investment necessary to equal the yield of the Nuveen Fund on an after-tax basis. It is calculated using the current market yield and a federal income tax rate of 30%.

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Nuveen Performance Plus Municipal Fund, Inc. (NPP)  
 Portfolio of  
 INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	ALABAMA - 1.6%	
\$ 3,615	Alabama Water Pollution Control Authority, Revolving Fund Loan	8/05 at 100

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Bonds, Series 1994, 6.750%, 8/15/17 - AMBAC Insured

Jefferson County, Alabama, Sewer Revenue Refunding Warrants,  
Series 1997A:

5,075	5.625%, 2/01/22 - FGIC Insured	2/07 at 101
5,325	5.375%, 2/01/27 - FGIC Insured	2/07 at 100

---

ARIZONA - 1.4%

1,000	Arizona Transportation Board, Highway Revenue Bonds, Series 2002B, 5.250%, 7/01/22	7/12 at 100
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Phoenix Civic Improvement Corporation, Arizona, Airport Revenue  
Bonds, Series 2002B, Senior Lien:

5,365	5.750%, 7/01/15 (Alternative Minimum Tax) - FGIC Insured	7/12 at 100
5,055	5.750%, 7/01/16 (Alternative Minimum Tax) - FGIC Insured	7/12 at 100

---

CALIFORNIA - 11.7%

11,000	Anaheim Public Financing Authority, California, Subordinate Lease Revenue Bonds, Anaheim Public Improvements Project, 1997 Series C, 0.000%, 9/01/20 - FSA Insured	No Opt. C
--------	--	-----------

6,435	State of California, General Obligation Bonds, Series 2002 Refunding, 6.000%, 4/01/16 - AMBAC Insured	No Opt. C
-------	--	-----------

California Department of Water Resources, Power Supply  
Revenue Bonds, Series 2002A:

4,000	6.000%, 5/01/15	5/12 at 101
2,500	5.375%, 5/01/22	5/12 at 101

10,000	Golden State Tobacco Securitization Corporation, California, Tobacco Settlement Asset-Backed Bonds, Series 2003-A1, 6.750%, 6/01/39	6/13 at 100
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1,000	Mt. Diablo Hospital District, California, Insured Hospital Revenue Bonds, 1993 Series A, 5.125%, 12/01/23 - AMBAC Insured	12/03 at 102
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13,450	Ontario Redevelopment Financing Authority, San Bernardino County, California, Revenue Refunding Bonds, Project No. 1, Series 1995, 7.200%, 8/01/17 - MBIA Insured	No Opt. C
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20,420	Community Redevelopment Agency of the City of Palmdale, California, Residential Mortgage Revenue Refunding Bonds, 1991 Series A, 7.150%, 2/01/10	No Opt. C
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2,325	Community Redevelopment Agency of the City of Palmdale, California, Restructured Single Family Mortgage Revenue Bonds, Series 1986D, 8.000%, 4/01/16 (Alternative Minimum Tax)	No Opt. C
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10,000	San Bernardino County, California, Certificates of Participation, Series 1995, Medical Center Financing Project, 5.500%, 8/01/15 (Pre-refunded to 8/01/05) - MBIA Insured	8/05 at 102
--------	---	-------------

2,000	Airports Commission of the City and County of San Francisco, California, Second Series Revenue Bonds, San Francisco	5/09 at 101
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	International Airport, Issue 23B, 5.125%, 5/01/30 - FGIC Insured	
2,000	Airports Commission of the City and County of San Francisco, California, Second Series Revenue Refunding Bonds, San Francisco International Airport, Issue 27B, 5.125%, 5/01/26 - FGIC Insured	5/11 at 100
15,745	Walnut Valley Unified School District, Los Angeles County, California, General Obligation Refunding Bonds, Series 1997A, 7.200%, 2/01/16 - MBIA Insured	8/11 at 103
-----		
	COLORADO - 0.5%	
4,925	City and County of Denver, Colorado, Airport System Revenue Bonds, Series 1997E, 5.250%, 11/15/23 - MBIA Insured	11/07 at 101
-----		
	DISTRICT OF COLUMBIA - 0.7%	
6,985	District of Columbia Tobacco Settlement Financing Corporation, Tobacco Settlement Asset-Backed Bonds, Series 2001, 6.250%, 5/15/24	5/11 at 101

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	FLORIDA - 4.5%	
\$ 1,700	Beacon Tradeport Community Development District, Miami-Dade County, Florida, Special Assessment Bonds, Series 2002A, Commercial Project, 5.625%, 5/01/32 - RAAI Insured	5/12 at 102
	Housing Finance Authority of Broward County, Florida, Multifamily Housing Revenue Bonds, Venice Homes Apartments Project, Series 2001A:	
1,545	5.700%, 1/01/32 (Alternative Minimum Tax) - FSA Insured	7/11 at 100
1,805	5.800%, 1/01/36 (Alternative Minimum Tax) - FSA Insured	7/11 at 100
4,330	Florida Housing Finance Corporation, Homeowner Mortgage Revenue Bonds, 2000 Series 11, 5.850%, 1/01/22 (Alternative Minimum Tax) - FSA Insured	1/10 at 100
10,050	State of Florida, Full Faith and Credit, State Board of Education, Public Education Capital Outlay Refunding Bonds, 1999 Series D, 5.750%, 6/01/22	6/10 at 101
7,000	Hillsborough County Aviation Authority, Florida, Tampa International Airport Revenue Bonds, Series 2003A, 5.250%, 10/01/17 (Alternative Minimum Tax) - MBIA Insured	10/13 at 100

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10,750	Martin County Industrial Development Authority, Florida, Industrial Development Revenue Bonds, Indiantown Cogeneration, L.P. Project, Series 1994A, 7.875%, 12/15/25 (Alternative Minimum Tax)	12/04 at 102
2,570	Housing Finance Authority of Miami-Dade County, Florida, Multifamily Mortgage Revenue Bonds, Series 2001-1A, Country Club Villas II Project, 5.850%, 1/01/37 (Alternative Minimum Tax) - FSA Insured	6/11 at 100
-----		
GEORGIA - 3.2%		
4,920	City of Atlanta, Georgia, Airport General Revenue and Refunding Bonds, Series 2000A, 5.600%, 1/01/30 - FGIC Insured	1/10 at 101
5,000	City of Atlanta, Georgia, Water and Wastewater Revenue Bonds, Series 1999A, 5.500%, 11/01/22 - FGIC Insured	No Opt. C
2,000	George L. Smith II World Congress Center Authority, Georgia, Refunding Revenue Bonds, Domed Stadium Project, Series 2000, 5.500%, 7/01/20 (Alternative Minimum Tax) - MBIA Insured	7/10 at 101
930	Georgia Housing and Finance Authority, Home Ownership Opportunity Program Bonds, Series 1992A, 6.875%, 12/01/20 (Alternative Minimum Tax) (Pre-refunded to 6/01/03)	6/03 at 101
15,000	Private Colleges and Universities Authority, Georgia, Revenue Bonds, Emory University Project, Series 1999A, 5.500%, 11/01/25	11/09 at 101
-----		
IDAHO - 0.3%		
1,390	Idaho Housing and Finance Association, Single Family Mortgage Bonds, 2000 Series G2, 5.950%, 7/01/25 (Alternative Minimum Tax)	7/10 at 100
1,210	Idaho Housing and Finance Association, Single Family Mortgage Bonds, 2000 Series D, 6.200%, 7/01/14 (Alternative Minimum Tax)	1/10 at 100
-----		
ILLINOIS - 20.2%		
3,000	City of Chicago, Illinois, General Obligation Library Bonds, Series 1997, 5.750%, 1/01/17 - FGIC Insured	1/08 at 102
32,170	City of Chicago, Illinois, General Obligation Bonds, City Colleges of Chicago Capital Improvement Project, Series 1999: 0.000%, 1/01/21 - FGIC Insured	No Opt. C
32,670	0.000%, 1/01/22 - FGIC Insured	No Opt. C
10,000	Chicago School Reform Board of Trustees of the Board of Education of the City of Chicago, Illinois, Unlimited Tax General Obligation Bonds, Dedicated Tax Revenues, Series 1998A, 0.000%, 12/01/19 - FGIC Insured	No Opt. C

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10,000	Chicago School Reform Board of Trustees of the Board of Education of the City of Chicago, Illinois, Unlimited Tax General Obligation Bonds, Dedicated Tax Revenues, Series 1999A, 0.000%, 12/01/20 - FGIC Insured	No Opt. C
9,145	City of Chicago, Illinois, Chicago Midway Airport Revenue Bonds, Series 1996A, 5.500%, 1/01/29 - MBIA Insured	1/07 at 101
	Forest Preserve District of DuPage County, Illinois, General Obligation Limited Tax Bonds, Series 2000:	
8,000	0.000%, 11/01/18	No Opt. C
15,285	0.000%, 11/01/19	No Opt. C
3,500	Illinois Development Finance Authority, Pollution Control Refunding Revenue Bonds, Commonwealth Edison Company Project, Series 1994D, 6.750%, 3/01/15 - AMBAC Insured	3/05 at 102

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Nuveen Performance Plus Municipal Fund, Inc. (NPP) (continued)  
Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	ILLINOIS (continued)	
\$ 10,000	Illinois Educational Facilities Authority, Adjustable Demand Revenue Bonds, University of Chicago, Series 1985 Remarketed, 5.700%, 12/01/25 (Pre-refunded to 12/01/03)	12/03 at 102
12,910	Illinois Health Facilities Authority, Revenue Bonds, Series 1994A, Northwestern Memorial Hospital, 6.000%, 8/15/24	8/04 at 102
3,480	Illinois Health Facilities Authority, Revenue Refunding Bonds, Series 1999, Silver Cross Hospital and Medical Centers, 5.250%, 8/15/15	8/09 at 101
4,580	Illinois Health Facilities Authority, Revenue Bonds, GNMA Collateralized, Series 2000, Midwest Care Center IX, 6.250%, 8/20/35	8/10 at 102
3,000	Illinois Health Facilities Authority, Revenue Bonds, Lake Forest Hospital, Series 2003, 6.000%, 7/01/33	7/13 at 100
4,415	Illinois Health Facilities Authority, Revenue Refunding Bonds, Series 1991, Proctor Community Hospital Project, 7.375%, 1/01/23	7/03 at 100
3,700	Village of Libertyville, Illinois, Affordable Housing Revenue Bonds, Series 1999A, Liberty Towers Project, 7.000%, 11/01/29 (Alternative Minimum Tax)	11/09 at 100
6,000	McHenry County, Illinois, Conservation District General Obligation Bonds, Series 2001A, 5.625%, 2/01/21 -	2/11 at 100

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FGIC Insured

	Metropolitan Pier and Exposition Authority, Illinois, McCormick Place Expansion Project Refunding Bonds, Series 1996A:	
9,400	0.000%, 12/15/18 - MBIA Insured	No Opt. C
16,570	0.000%, 12/15/20 - MBIA Insured	No Opt. C
23,550	0.000%, 12/15/22 - MBIA Insured	No Opt. C
13,000	0.000%, 12/15/24 - MBIA Insured	No Opt. C
	Metropolitan Pier and Exposition Authority, Illinois, McCormick Place Expansion Project Refunding Bonds, Series 1998A:	
5,180	5.500%, 12/15/23 - FGIC Insured	No Opt. C
5,100	5.500%, 12/15/23 - FGIC Insured	No Opt. C
10,650	Metropolitan Pier and Exposition Authority, Illinois, McCormick Place Hospitality Facilities Revenue Bonds, Series 1996A, 7.000%, 7/01/26	No Opt. C
17,865	Regional Transportation Authority, Cook, DuPage, Kane, Lake, McHenry and Will Counties, Illinois, General Obligation Bonds, Series 1999, 5.750%, 6/01/23 - FSA Insured	No Opt. C
6,090	Sherman, Illinois, Mortgage Revenue Bonds, Villa Vianney, GNMA Series 1999 Refunding, 6.450%, 10/01/29	10/09 at 102

-----  
INDIANA - 6.9%

5,000	Fort Wayne South Side School Building Corp., Allen County, Indiana, First Mortgage Bonds, Series 1994, 6.125%, 1/15/12 (Pre-refunded to 1/15/04) - MBIA Insured	1/04 at 102
5,250	Indiana Bond Bank, State Revolving Fund Program Bonds, Series 1994A, Guarantee Revenue, 6.000%, 2/01/16	2/04 at 102
14,000	Indiana Health Facility Financing Authority, Hospital Revenue Bonds, Clarian Health Obligated Group, Series 2000A, 5.500%, 2/15/30 - MBIA Insured	8/10 at 101
	Indiana Health Facility Financing Authority, Revenue Bonds, Series 1997, Ancilla Systems Incorporated Obligated Group:	
15,380	5.250%, 7/01/17 - MBIA Insured	7/07 at 101
2,250	5.250%, 7/01/22 - MBIA Insured	7/07 at 101
4,320	5.250%, 7/01/22 - MBIA Insured	7/07 at 101
8,000	Indiana Transportation Finance Authority, Highway Revenue Bonds, Series 2000, 5.375%, 12/01/25	12/10 at 100
5,730	Michigan City School Building Corporation, First Mortgage Bonds, LaPorte and Porter Counties, Indiana, Series 1994A, 6.125%, 12/15/09 (Pre-refunded to 12/15/04) - AMBAC Insured	12/04 at 102

-----  
IOWA - 0.4%

295	Iowa Finance Authority, Single Family Mortgage Revenue Bonds, 1988 Issue B, GNMA Mortgage-Backed Securities Program, 8.250%, 5/01/20 (Alternative Minimum Tax)	5/03 at 100
5,000	Tobacco Settlement Authority, Iowa, Tobacco Settlement	6/11 at 101

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Asset-Backed Revenue Bonds, Series 2001B, 5.600%, 6/01/35

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	KANSAS - 0.9%	
\$ 5,790	Sedgwick County Unified School District No. 259, Wichita, Kansas, General Obligation Bonds, Series 2000, 3.500%, 9/01/17	9/10 at 100
3,200	Unified School District No. 500, County of Wyandotte, Kansas, General Obligation School Bonds, Series 2001, 4.000%, 9/01/21 - FSA Insured	9/11 at 100
-----		
	KENTUCKY - 0.5%	
3,700	Louisville and Jefferson Counties Metropolitan Sewer District, Commonwealth of Kentucky, Sewer and Drainage System Revenue Bonds, Series 1997A, 6.250%, 5/15/26 - MBIA Insured	5/07 at 101
-----		
	LOUISIANA - 7.4%	
3,075	East Baton Rouge Mortgage Finance Authority, Louisiana, Single Family Mortgage Revenue Refunding Bonds, GNMA and FNMA Mortgage-Backed Securities Program, Series 1997B-1, 5.750%, 10/01/26	10/07 at 102
35,700	Louisiana Stadium and Exposition District, Hotel Occupancy Tax Bonds, Series 1996, 5.750%, 7/01/26 (Pre-refunded to 7/01/06) - FGIC Insured	7/06 at 102
5,630	New Orleans Housing Development Corporation, Louisiana, Multifamily Housing Revenue Refunding Bonds, Series 1990A, Curran Place Apartments - Fannie Mae Collateralized, 7.700%, 8/01/23	6/03 at 100
6,500	Shreveport, Louisiana, Water and Sewer Revenue Bonds, Series 1986A, 5.950%, 12/01/14 (Pre-refunded to 6/01/03) - FGIC Insured	6/03 at 103
10,000	Tobacco Settlement Financing Corporation, Louisiana, Asset-Backed Bonds, Series 2001B: 5.500%, 5/15/30	5/11 at 101
6,250	5.875%, 5/15/39	5/11 at 101
-----		
	MAINE - 0.8%	
7,330	Maine State Housing Authority, Mortgage Purchase Bonds, 1994 Series A, 5.700%, 11/15/26	2/04 at 102

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-----		
MARYLAND - 2.8%		
1,370	Community Development Administration, Maryland Department of Housing and Community Development, Residential Revenue Bonds, Series H, 5.800%, 9/01/32 (Alternative Minimum Tax)	9/10 at 100
7,720	Maryland Transportation Authority, Baltimore-Washington International Airport, Parking Revenue Bonds, Series 2002B, 5.125%, 3/01/20 (Alternative Minimum Tax) - AMBAC Insured	3/12 at 101
7,475	Housing Opportunities Commission of Montgomery County, Maryland, Multifamily Housing Revenue Bonds, 1994 Series A, 6.250%, 7/01/28	7/04 at 102
7,090	City of Takoma Park, Maryland, Hospital Facilities Refunding and Improvement Revenue Bonds, Washington Adventist Hospital, Series 1995, 6.500%, 9/01/12 - FSA Insured	No Opt. C
-----		
MASSACHUSETTS - 3.3%		
2,150	Massachusetts Educational Financing Authority, Education Loan Revenue and Refunding Bonds, Issue G, Series 2000A, 5.700%, 12/01/11 (Alternative Minimum Tax) - MBIA Insured	12/09 at 101
	Massachusetts Municipal Wholesale Electric Company, Power Supply System Revenue Bonds, 1987 Series A:	
35	8.750%, 7/01/18 (Pre-refunded to 7/01/03)	7/03 at 100
70	8.750%, 7/01/18 (Pre-refunded to 1/01/04)	1/04 at 100
70	8.750%, 7/01/18 (Pre-refunded to 7/01/04)	7/04 at 100
35	8.750%, 7/01/18 (Pre-refunded to 7/01/05)	7/05 at 100
35	8.750%, 7/01/18 (Pre-refunded to 7/01/05)	7/05 at 100
2,500	Commonwealth of Massachusetts, General Obligation Bonds, Consolidated Loan, Series 2002C, 5.250%, 11/01/30	11/12 at 100
5,000	Commonwealth of Massachusetts, General Obligation Bonds, Consolidated Loan, Series 2002E, 5.250%, 1/01/22 - FGIC Insured	1/13 at 100
	Massachusetts Development Finance Authority, Revenue Bonds, 100 Cambridge Street Redevelopment, MSRB Project, 2002 Series A:	
4,000	5.125%, 8/01/28 - MBIA Insured	2/12 at 100
5,000	5.125%, 2/01/34 - MBIA Insured	2/12 at 100
1,420	Massachusetts Health and Educational Facilities Authority, Revenue Bonds, Southcoast Health System Obligated Group Issue, Series A, 4.750%, 7/01/27 - MBIA Insured	7/08 at 101

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AMOUNT (000)	DESCRIPTION(1)	PROVISIO
MASSACHUSETTS (continued)		
\$ 8,500	Route 3 North Transportation Improvements Association, Commonwealth of Massachusetts, Lease Revenue Bonds, Series 2000, 5.375%, 6/15/33 (Pre-refunded to 6/15/10) - MBIA Insured	6/10 at 100
MICHIGAN - 5.4%		
17,000	School District of the City of Birmingham, County of Oakland, Michigan, School Building and Site Bonds, Series 1998, 4.750%, 11/01/24 - FSA Insured	11/07 at 100
3,000	City of Detroit, Michigan, Water Supply System Revenue Bonds, Senior Lien, Series 1997-A, 5.000%, 7/01/21 - MBIA Insured	7/07 at 101
3,935	Grand Rapids Housing Corporation, Michigan, Multifamily Revenue Refunding Bonds, Series 1992, FHA-Insured Mortgage Loan - Section 8 Assisted Elderly Project, 7.375%, 7/15/41	1/04 at 104
4,030	City of Hancock Hospital Finance Authority, Michigan, FHA-Insured Mortgage Hospital Revenue Bonds, Portage Health System, Inc., Series 1998, 5.450%, 8/01/47 - MBIA Insured	8/08 at 100
1,000	State Building Authority, Michigan, 2001 Revenue Refunding Bonds, Series I, Facilities Program, 5.000%, 10/15/24	10/11 at 100
7,115	Michigan State Hospital Finance Authority, Hospital Revenue Bonds, Henry Ford Health System, Series 2003A Refunding, 5.500%, 3/01/16	3/13 at 100
3,000	Michigan Strategic Fund, Limited Obligation Refunding Revenue Bonds, Detroit Edison Company Pollution Control Project, Collateralized Series 1999A, 5.550%, 9/01/29 (Alternative Minimum Tax) - MBIA Insured	9/09 at 102
10,000	Charter County of Wayne, Michigan, Detroit Metropolitan Wayne County Airport, Airport Revenue Bonds, Series 1998A, 5.375%, 12/01/16 (Alternative Minimum Tax) - MBIA Insured	12/08 at 101
MINNESOTA - 6.9%		
7,475	Dakota County Community Development Agency, Minnesota, Multifamily Senior Housing Revenue Bonds, Series 2002A, GNMA Collateralized Mortgage Loan, Wingate Project, 5.625%, 8/20/43	2/12 at 102
1,475	Dakota County Housing and Redevelopment Authority, Minnesota, Single Family Mortgage Revenue Bonds, Fannie Mae Mortgage-Backed Securities Program, Series 1994A, 6.900%, 10/01/27 (Alternative Minimum Tax)	4/04 at 102

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3,000	Minneapolis-St. Paul Metropolitan Airports Commission, Minnesota, Subordinate Airport Revenue Bonds, Series 2001C, 5.250%, 1/01/26 - FGIC Insured	1/11 at 100
18,020	Plymouth, Minnesota, Multifamily Senior Housing Revenue Bonds, Series 2002A, GNMA Collateralized Mortgage Loan, Regent at Plymouth Project, 4.090%, 9/20/43	3/12 at 105
22,355	Housing and Redevelopment Authority of the City of St. Paul, Minnesota, Sales Tax Revenue Refunding Bonds, Civic Center Project, Series 1996, 7.100%, 11/01/23 - FSA Insured	11/15 at 103
5,285	Housing and Redevelopment Authority of the City of St. Paul, Minnesota, Single Family Mortgage Revenue Refunding Bonds, Middle Income Program, Phase II FNMA Mortgage-Backed Securities Program, Series 1995, 6.800%, 3/01/28	3/05 at 102
-----		
MISSISSIPPI - 1.0%		
9,750	Mississippi Business Finance Corporation, Pollution Control Revenue Refunding Bonds, System Energy Resources, Inc. Project, Series 1998, 5.875%, 4/01/22	10/03 at 102
-----		
MISSOURI - 1.5%		
2,000	Missouri-Illinois Metropolitan District Bi-State Development Agency, Metrolink Cross County Extension Project, Mass Transit Sales Tax Appropriation Bonds, Series 2002B, 5.000%, 10/01/32 - FSA Insured	10/13 at 100
6,350	Kansas City, Missouri, General Improvement Airport Revenue Bonds, Series 2003B, 5.250%, 9/01/17 - FGIC Insured	9/12 at 100
855	Missouri Housing Development Commission, Single Family Mortgage Revenue Bonds, GNMA Mortgage-Backed Securities Program, 1988 Series A, 8.300%, 5/01/19 (Alternative Minimum Tax)	5/03 at 100
3,740	Health and Educational Facilities Authority of Missouri, Revenue Bonds, SSM Health Care, Series 2001A, 5.250%, 6/01/28 - AMBAC Insured	6/11 at 101
-----		
MONTANA - 1.2%		
\$ 2,140	Montana Board of Housing, Single Family Program Bonds,	6/07 at 101

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	1997 Series A, 6.150%, 6/01/30 (Alternative Minimum Tax)	
3,660	Montana Board of Housing, Single Family Program Bonds, 2000 Series A-2, 6.450%, 6/01/29 (Alternative Minimum Tax)	12/09 at 100
4,795	Montana Higher Education Student Assistance Corporation, Student Loan Revenue Bonds, Subordinate Series 1998B, 5.500%, 12/01/31 (Alternative Minimum Tax)	12/08 at 101
-----		
	NEBRASKA - 0.4%	
3,620	Nebraska Investment Finance Authority, Single Family Housing Revenue Bonds, 2000 Series E, 5.850%, 9/01/20 (Alternative Minimum Tax)	9/10 at 100
-----		
	NEVADA - 2.6%	
10,900	Clark County School District, Nevada, General Obligation Bonds, Series 2002C, 5.500%, 6/15/19 - MBIA Insured	6/12 at 100
10,505	State of Nevada, General Obligation Bonds, Series 1996A, Municipal Bond Bank Project No. 52, 6.000%, 5/15/21 (Pre-refunded to 5/15/06)	5/06 at 101
-----		
	NEW HAMPSHIRE - 1.2%	
	New Hampshire Housing Finance Authority, Multifamily Housing Revenue Bonds, 1994 Issue Remarketing, Countryside Limited Partnership - Countryside Project:	
3,725	6.000%, 7/01/18 (Alternative Minimum Tax)	7/10 at 101
6,945	6.100%, 7/01/24 (Alternative Minimum Tax)	7/10 at 101
-----		
	NEW JERSEY - 4.9%	
4,615	Higher Education Student Assistance Authority of the State of New Jersey, Student Loan Revenue Bonds, 2000 Series A, 6.000%, 6/01/13 (Alternative Minimum Tax) - MBIA Insured	6/10 at 101
3,000	New Jersey Economic Development Authority, Transportation Project Sublease Revenue Bonds, New Jersey Transit Corporation - Light Rail Transit System Projects, 1999 Series A, 5.250%, 5/01/17 - FSA Insured	5/09 at 100
8,750	New Jersey Transportation Trust Fund Authority, Transportation System Bonds, 1996 Series B, 5.250%, 6/15/16	6/07 at 102
4,500	New Jersey Transportation Trust Fund Authority, Transportation System Bonds, 2001 Series C, 5.500%, 12/15/18 - FSA Insured	No Opt. C
15,000	Tobacco Settlement Financing Corporation, New Jersey, Tobacco Settlement Asset-Backed Bonds, Series 2002, 5.750%, 6/01/32	6/12 at 100
3,125	Tobacco Settlement Financing Corporation, New Jersey,	6/13 at 100

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Tobacco Settlement Asset-Backed Bonds, Series 2003,  
6.750%, 6/01/39

Township of West Deptford, County of Gloucester, New Jersey,  
General Obligation Bonds, Series of 2000:  
3,150 5.500%, 9/01/21 - FGIC Insured 9/10 at 100  
3,335 5.500%, 9/01/22 - FGIC Insured 9/10 at 100

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NEW YORK - 16.9%

12,120 Long Island Power Authority, New York, Electric System  
General Revenue Bonds, Series 1998A, 5.500%, 12/01/29 6/03 at 101  
5 The City of New York, New York, General Obligation Bonds,  
Fiscal 1987 Series D, 8.500%, 8/01/08 8/03 at 100  
12,500 The City of New York, New York, General Obligation Bonds,  
Fiscal 1997 Series A, 7.000%, 8/01/05 No Opt. C  
16,295 The City of New York, New York, General Obligation Bonds,  
Fiscal 1996 Series F, 5.750%, 2/01/15 2/06 at 101  
20,650 New York City Municipal Water Finance Authority, New York,  
Water and Sewer System Revenue Bonds, Fiscal 1996  
Series B, 5.750%, 6/15/26 - MBIA Insured 6/06 at 101  
4,875 New York City Municipal Water Finance Authority, New York,  
Water and Sewer System Revenue Bonds, Fiscal 1997  
Series A, 5.500%, 6/15/24 - MBIA Insured 6/06 at 101  
10,000 New York City Municipal Water Finance Authority, New York,  
Water and Sewer System Revenue Bonds, Fiscal 2000  
Series A, 5.750%, 6/15/30 6/09 at 101  
7,810 New York City Transitional Finance Authority, New York,  
Future Tax Secured Bonds, Fiscal 2000 Series A,  
5.750%, 8/15/24 (Pre-refunded to 8/15/09) 8/09 at 101

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Nuveen Performance Plus Municipal Fund, Inc. (NPP) (continued)  
Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	NEW YORK (continued)	
\$ 2,250	Dormitory Authority of the State of New York, Lease Revenue Bonds, State University Dormitory Facilities Issue, Series 1999C, 5.500%, 7/01/29 - MBIA Insured	7/09 at 101
4,000	Dormitory Authority of the State of New York, Revenue Bonds, State University Educational Facilities, Series 1990B,	5/03 at 100

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6.000%, 5/15/17

1,500	Dormitory Authority of the State of New York, Revenue Bonds, St. Barnabas Hospital, Series 1997, 5.450%, 8/01/35 - AMBAC Insured	8/07 at 101
2,070	Dormitory Authority of the State of New York, Insured Revenue Bonds, 853 Schools Program, 1998 Issue 1, Gateway-Longview, Inc., Series 1998A, 5.500%, 7/01/18 - AMBAC Insured	7/08 at 101
17,000	Dormitory Authority of the State of New York, City University System Consolidated Third General Resolution Revenue Bonds, 1999 Series 1, 5.500%, 7/01/29 (Pre-refunded to 7/01/09) - FSA Insured	7/09 at 101
3,000	Dormitory Authority of the State of New York, City University System Consolidated Third General Resolution Revenue Bonds, 1997 Series 1, 5.375%, 7/01/24 (Pre-refunded to 1/01/08) - FSA Insured	1/08 at 102
2,000	Dormitory Authority of the State of New York, Mental Health Services Facilities Improvement Revenue Bonds, Series 1996B, 5.375%, 2/15/26 - MBIA Insured	2/06 at 102
	Dormitory Authority of the State of New York, Marymount Manhattan College Insured Revenue Bonds, Series 1999:	
1,580	6.375%, 7/01/13 - RAAI Insured	7/09 at 101
9,235	6.125%, 7/01/21 - RAAI Insured	7/09 at 101
3,000	New York State Energy Research and Development Authority, Pollution Control Revenue Bonds, Rochester Gas and Electric Corporation Project, Series 1998A, 5.950%, 9/01/33 (Alternative Minimum Tax) - MBIA Insured	9/08 at 102
14,750	New York State Medical Care Facilities Finance Agency, Mental Health Services Facilities Improvement Revenue Bonds, 1993 Series F Refunding, 5.375%, 2/15/14 - MBIA Insured	2/04 at 102

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NORTH CAROLINA - 0.2%

2,000	North Carolina Municipal Power Agency Number 1, Catawba Electric Revenue Bonds, Series 1998A, 5.000%, 1/01/20 - MBIA Insured	1/08 at 102
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NORTH DAKOTA - 0.7%

5,800	North Dakota Housing Finance Agency, Housing Finance Program Bonds, Home Mortgage Finance Program, 2000 Series A Refunding, 6.500%, 1/01/31 (Alternative Minimum Tax)	7/10 at 100
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OHIO - 6.0%

7,500	City of Cleveland, Ohio, Airport System Revenue Bonds, Series 2000A, 5.000%, 1/01/31 - FSA Insured	1/10 at 101
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19,430	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 1999 Series C, Mortgage-Backed Securities Program, Fixed-Rate, 5.750%, 9/01/30 (Alternative Minimum Tax)	7/09 at 100
15,500	Ohio Water Development Authority, Solid Waste Disposal Revenue Bonds, Bay Shore Power Project, Convertible Series 1998A, 5.875%, 9/01/20 (Alternative Minimum Tax)	9/08 at 102
14,300	Ohio Water Development Authority, Solid Waste Disposal Revenue Bonds, Bay Shore Power Project, Convertible Series 1998B, 6.625%, 9/01/20 (Alternative Minimum Tax)	9/09 at 102

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OKLAHOMA - 0.2%

3,400	Trustees of the Tulsa Municipal Airport Trust, Oklahoma, Revenue Bonds, Refunding Series 2000B, 6.000%, 6/01/35 (Alternative Minimum Tax) (Mandatory put 12/01/08)	12/08 at 100
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OREGON - 1.0%

1,460	Oregon Housing and Community Services Department, Mortgage Revenue Bonds, Single Family Mortgage Program, Series 2000F, 6.250%, 7/01/28 (Alternative Minimum Tax)	1/10 at 100
9,150	Port of St. Helens, Oregon, Pollution Control Revenue Bonds, Portland General Electric Company Project, 1985 Series B, 4.800%, 6/01/10	No Opt. C

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
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PENNSYLVANIA - 4.3%

	Bethlehem Authority, Northampton and Lehigh Counties, Pennsylvania, Guaranteed Water Revenue Bonds, Series 1998:	
\$ 3,125	0.000%, 5/15/22 - FSA Insured	No Opt. C
3,125	0.000%, 5/15/23 - FSA Insured	No Opt. C
3,135	0.000%, 5/15/24 - FSA Insured	No Opt. C
3,155	0.000%, 5/15/26 - FSA Insured	No Opt. C
4,145	0.000%, 11/15/26 - FSA Insured	No Opt. C
2,800	0.000%, 5/15/28 - FSA Insured	No Opt. C
3,000	0.000%, 11/15/28 - FSA Insured	No Opt. C
4,730	Carbon County Industrial Development Authority, Pennsylvania, Resource Recovery Revenue Refunding Bonds, 2000 Series, Panther Creek Partners Project, 6.650%, 5/01/10 (Alternative Minimum Tax)	No Opt. C
2,720	Cumberland County Municipal Authority, Pennsylvania, Carlisle Hospital and Health Services First Mortgage Revenue	11/04 at 102

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	and Refunding Bonds, Series 1994, 6.800%, 11/15/14 (Pre-refunded to 11/15/04)	
11,000	Delaware County Authority, Pennsylvania, Health System Revenue Bonds, Catholic Health East Issue, Series 1998A, 4.875%, 11/15/18 - AMBAC Insured	11/08 at 102
	Pennsylvania Economic Development Finance Authority, Resource Recovery Revenue Bonds, Senior Series 1994A, Northampton Generating Project:	
2,100	6.400%, 1/01/09 (Alternative Minimum Tax)	1/04 at 102
4,500	6.500%, 1/01/13 (Alternative Minimum Tax)	1/04 at 102
900	Pennsylvania Economic Development Financing Authority, Resource Recovery Revenue Subordinate Bonds, Series 1994C, Northampton Generating Project, 6.875%, 1/01/11 (Alternative Minimum Tax)	1/04 at 102
6,250	Pennsylvania Economic Development Financing Authority, Resource Recovery Revenue Bonds, Northampton Generating Project, Senior Lien Series 1994B, 6.750%, 1/01/07 (Alternative Minimum Tax)	No Opt. C
-----		
	PUERTO RICO - 0.2%	
1,250	Puerto Rico Highway and Transportation Authority, Transportation Revenue Bonds, Series B, 5.875%, 7/01/21 - MBIA Insured	7/10 at 101
-----		
	RHODE ISLAND - 0.6%	
3,000	Kent County Water Authority, Rhode Island, General Revenue Bonds, Series 2002A, 5.000%, 7/15/23 - MBIA Insured	7/12 at 100
	Rhode Island Health and Educational Building Corporation, Revenue Bonds, Salve Regina University, Series 2002 Refunding:	
1,260	5.250%, 3/15/17 - RAAI Insured	3/12 at 101
1,080	5.250%, 3/15/18 - RAAI Insured	3/12 at 101
-----		
	SOUTH CAROLINA - 2.8%	
6,925	State of South Carolina, General Obligation State Capital Improvement Bonds, Series 1999A, 4.000%, 10/01/14	10/09 at 101
21,000	Tobacco Settlement Revenue Management Authority, South Carolina, Tobacco Settlement Asset-Backed Bonds, Series 2001B, 6.000%, 5/15/22	5/11 at 101
-----		
	TENNESSEE - 3.4%	
2,260	Health and Educational Facilities Board of Johnson City, Tennessee, Hospital Revenue Refunding and Improvement Bonds, Series 1998C, Johnson City Medical Center Hospital, 5.125%, 7/01/25 (Pre-refunded to 7/01/23) - MBIA Insured	7/23 at 100

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1,700	Memphis-Shelby County Airport Authority, Tennessee, Airport Revenue Bonds, Series 1999D, 6.000%, 3/01/24 (Alternative Minimum Tax) - AMBAC Insured	3/10 at 101
6,725	Health, Educational and Housing Facility Board of the City of Memphis, Tennessee, Multifamily Mortgage Revenue Refunding Bonds, Riverdale Plaza Apartments Project, Series 1993, 6.350%, 7/20/28	7/03 at 103
6,000	Health and Educational Facilities Board of the Metropolitan Government of Nashville and Davidson Counties, Tennessee, Revenue Refunding and Improvement Bonds, Meharry Medical College Project, Series 1996, 6.000%, 12/01/19 - AMBAC Insured	12/17 at 100
12,800	Tennessee Housing Development Agency, Homeownership Program Bonds, Issue 2000-1, 6.375% 7/01/25 (Alternative Minimum Tax)	7/10 at 101

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Nuveen Performance Plus Municipal Fund, Inc. (NPP) (continued)  
Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	TEXAS - 4.0%	
\$ 4,000	Bell County Health Facilities Development Corporation, Texas, Hospital Revenue Bonds, Scott and White Memorial Hospital and Scott, Sherwood and Brindley Foundation Project, Series 2000A, 6.125%, 8/15/23 - MBIA Insured	2/10 at 101
5,690	Dallas-Ft. Worth, Texas, International Airport Facilities Improvement Corporation, Revenue Refunding Bonds, Series 2000B, American Airlines, 6.050%, 5/01/29 (Alternative Minimum Tax) (Mandatory put 11/01/05)	11/05 at 100
1,105	Fort Worth Housing Finance Corporation, Texas, Home Mortgage Revenue Refunding Bonds, Series 1991A, 8.500%, 10/01/11	10/03 at 101
1,500	Harris County, Texas, Health Facilities Development Corporation, Revenue Bonds, Christus Health, Series 1999A, 5.375%, 7/01/24 - MBIA Insured	7/09 at 101
195	Hidalgo County Housing Finance Corporation, Texas, Single Family Mortgage Revenue Bonds, GNMA and FNMA Collateralized, Series 1994A, 6.750%, 10/01/15 (Alternative Minimum Tax)	4/04 at 102
3,885	Houston Independent School District Public Facility Corporation, Harris County, Texas, Lease Revenue Bonds, Cesar E. Chavez High School, Series 1998A,	No Opt. C

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	0.000%, 9/15/19 - AMBAC Insured	
1,690	City of Laredo, Webb County, Texas, Combination Tax and Sewer System Revenue Certificates of Obligation, Series 1998A, 4.500%, 2/15/18 - MBIA Insured	2/08 at 100
	Leander Independent School District, Williamson and Travis Counties, Texas, Unlimited Tax School Building and Refunding Bonds, Series 1998:	
4,930	0.000%, 8/15/20	8/06 at 46
3,705	0.000%, 8/15/22	8/06 at 41
1,115	Lubbock Housing Finance Corporation, Texas, Single Family Mortgage Revenue Refunding Bonds, GNMA Mortgage-Backed Securities Program, Series 1997A, 6.125%, 12/01/17	6/07 at 102
3,480	Pearland, Texas, General Obligation Bonds, Series 2002, 5.000%, 3/01/27 - FGIC Insured	3/12 at 100
6,050	City of San Antonio, Texas, Electric and Gas Systems Revenue Bonds, New Series 1998A Refunding, 4.500%, 2/01/21	2/09 at 100
6,000	Spring Branch Independent School District, Harris County, Texas, Limited Tax Schoolhouse and Refunding Bonds, Series 2001, 5.125%, 2/01/26	2/11 at 100
4,000	Tarrant Regional Water District, Texas, Water Revenue Bonds, Series 1999 Refunding and Improvement, 5.000%, 3/01/22 - FSA Insured	3/13 at 100

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 UTAH - 4.6%

10,000	Intermountain Power Agency, Utah, Power Supply Revenue Refunding Bonds, 1997 Series B, 5.750%, 7/01/19 - MBIA Insured	7/07 at 102
	Utah County, Utah, Hospital Revenue Bonds, Series 1997, IHC Health Services, Inc.:	
12,500	5.250%, 8/15/21 - MBIA Insured	8/07 at 101
3,900	5.250%, 8/15/26 - MBIA Insured	8/07 at 101
4,495	Utah Housing Corporation, Single Family Mortgage Bonds, 2002 Series A1, 5.300%, 7/01/18 (Alternative Minimum Tax)	1/12 at 100
780	Utah Housing Finance Agency, Single Family Mortgage Bonds, 2000 Series B, 6.250%, 7/01/22 (Alternative Minimum Tax)	1/10 at 100
2,975	Utah Housing Finance Agency, Single Family Mortgage Bonds, 2000 Series D-1, 6.050%, 7/01/14 (Alternative Minimum Tax)	7/10 at 100
3,310	Utah Housing Finance Agency, Single Family Mortgage Bonds, 2000 Series E-1, Class III, 6.000%, 1/01/15 (Alternative Minimum Tax)	7/10 at 100
740	Utah Housing Finance Agency, Single Family Mortgage Bonds, 2000 Series E-1, Class II, 6.150%, 1/01/27 (Alternative Minimum Tax)	7/10 at 100
1,270	Utah Housing Finance Agency, Single Family Mortgage Bonds, 2001 Series A2, 5.650%, 7/01/27 (Alternative Minimum Tax)	7/11 at 100

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970 Utah Housing Finance Agency, Single Family Mortgage Bonds, 1/11 at 100  
 2001 Series B-1, 5.750%, 7/01/19 (Alternative Minimum Tax)

-----  
 VERMONT - 0.8%

7,125 Vermont Housing Finance Agency, Single Family Housing 11/04 at 102  
 Bonds, Series 5, 7.000%, 11/01/27 (Alternative  
 Minimum Tax)

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
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VIRGINIA - 1.8%

\$ 16,000	Metropolitan Washington Airports Authority, Virginia, Airport System Revenue Bonds, Series 1994A, 5.500%, 10/01/24 (Alternative Minimum Tax) - MBIA Insured	10/04 at 100
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 WASHINGTON - 5.8%

12,235	Public Utility District No. 1 of Chelan County, Washington, Columbia River-Rock Island Hydro-Electric System Revenue Refunding Bonds, Series 1997A, 0.000%, 6/01/26 - MBIA Insured	No Opt. C
5,000	Energy Northwest, Washington, Nuclear Project No. 1 Electric Revenue Bonds, Series 2003A Refunding, 5.500%, 7/01/16	7/13 at 100
1,815	Grant County Public Utility District 2, Wanapum, Washington, Hydro-Electric Revenue Bonds, Series 1997A, Master Lease Program, 5.625%, 1/01/26 - MBIA Insured	1/06 at 102
12,000	State of Washington, Motor Vehicle Fuel Tax General Obligation Bonds, Series 2001D, 5.250%, 1/01/26	1/11 at 100
5,000	Washington State Housing Finance Commission, Nonprofit Housing Revenue Bonds, Kline Galland Center Project, Series 1999, 6.000%, 7/01/29 - RAAI Insured	7/09 at 101
4,500	Washington Health Care Facilities Authority, Revenue Bonds, Series 1999, Providence Services, 5.375%, 12/01/19 - MBIA Insured	12/09 at 101
16,000	Washington Public Power Supply System, Nuclear Project No. 1 Refunding Revenue Bonds, Series 1993A, 5.700%, 7/01/17 - MBIA Insured	7/03 at 102
4,000	Washington Public Power Supply System, Nuclear Project No. 3 Refunding Revenue Bonds, Series 1993B, 5.700%, 7/01/18	7/03 at 102

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	WISCONSIN - 2.3%	
1,660	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Series 1993, Aurora Health Care Obligated Group, 5.250%, 8/15/23 - MBIA Insured	8/03 at 102
11,620	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Series 1999, Marshfield Clinic, 6.250%, 2/15/29 - RAAI Insured	2/10 at 101
7,490	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Series 1998, The Millennium Housing Foundation, Inc. Project, 6.100%, 1/01/28	7/08 at 103
-----		
\$ 1,448,295	Total Long-Term Investments (cost \$1,289,105,632) - 147.8%	
=====		
	SHORT-TERM INVESTMENTS - 0.7%	
4,750	North Central Texas Health Facilities Development Corporation, Hospital Revenue Bonds, Series 1985-B, Methodist Hospitals of Dallas, Variable Rate Demand Bonds, 1.350%, 10/01/15 - MBIA Insured+	
2,000	Ohio Higher Educational Facilities Revenue Bonds, Case Western Reserve University Project, Series 2002A, Variable Rate Demand Obligations, 1.400%, 10/01/31+	
-----		
\$ 6,750	Total Short-Term Investments (cost \$6,750,000)	
=====		
	Total Investments (cost \$1,295,855,632) - 148.5%	
-----		
	Other Assets Less Liabilities - 2.5%	
-----		
	Preferred Shares, at Liquidation Value - (51.0)%	
-----		
	Net Assets Applicable to Common Shares - 100%	
=====		

(1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares.

\* Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.

\*\* Ratings: Using the higher of Standard & Poor's or Moody's rating.

\*\*\* Securities are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensures the timely payment of principal and interest. Such securities are normally considered to be equivalent to AAA rated securities.

N/R Investment is not rated.

+ Security has a maturity of more than one year, but has

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variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based on market conditions or a specified market index.

See accompanying notes to financial statements.

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Nuveen Municipal Advantage Fund, Inc. (NMA)  
 Portfolio of  
 INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	ALABAMA - 3.2%	
\$ 10,000	Jefferson County, Alabama, Sewer Revenue Capital Improvement Warrants, Series 1999A, 5.375%, 2/01/36 (Pre-refunded to 2/01/09) - FGIC Insured	2/09 at 101
5,075	Health Care Authority of Florence, Lauderdale County, Alabama, Revenue Bonds, Series 1999A, Coffee Health Group, 5.250%, 7/01/24 - MBIA Insured	7/09 at 101
5,155	Phenix City, Alabama, Industrial Development Board Environmental Improvement Revenue Bonds, MeadWestvaco Project, Series 2002A, 6.350%, 5/15/35 (Alternative Minimum Tax)	5/12 at 100
-----		
	ARIZONA - 0.7%	
5,000	Maricopa County Pollution Control Corporation, Arizona, Pollution Control Revenue Refunding Bonds, Remarketing, Series 1992A, Public Service Company of New Mexico, 5.750%, 11/01/22	5/06 at 101
-----		
	CALIFORNIA - 5.8%	
2,500	State of California Department of Water Resources, Power Supply Revenue Bonds, Series 2002A, 5.375%, 5/01/22	5/12 at 101
7,535	County of Contra Costa, California, Home Mortgage Revenue Bonds, GNMA Mortgage-Backed Securities Program, Series 1989, 7.750%, 5/01/22 (Alternative Minimum Tax)	No Opt. C
5,000	Community Redevelopment Agency of the City of Palmdale, California, Residential Mortgage Revenue Refunding Bonds, Series 1991B, 7.375%, 2/01/12	No Opt. C

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5,000	Community Redevelopment Agency of the City of Palmdale, California, Single Family Mortgage Revenue Bonds, Series 1986A Restructured, 8.000%, 3/01/16 (Alternative Minimum Tax)	No Opt. C
9,315	City of Perris, California, Single Family Mortgage Revenue Bonds, GNMA Mortgage-Backed Securities, 1989 Series A, 7.600%, 1/01/23 (Alternative Minimum Tax)	No Opt. C
-----		
COLORADO - 2.4%		
8,350	Colorado Health Facilities Authority, Revenue Bonds, 1994 Series A, Kaiser Permanente, Remarketed, 5.350%, 11/01/16	7/06 at 102
	Platte River Power Authority, Colorado, Power Revenue Bonds, Series EE Refunding:	
2,000	5.375%, 6/01/17	6/12 at 100
5,000	5.375%, 6/01/18	6/12 at 100
-----		
CONNECTICUT - 0.8%		
5,000	Connecticut Housing Finance Authority, Housing Mortgage Finance Program Bonds, 2000 Series B, Subseries B-2, 5.750%, 11/15/21 (Alternative Minimum Tax)	11/09 at 100
-----		
DISTRICT OF COLUMBIA - 1.7%		
6,300	District of Columbia Housing Finance Agency, Collateralized Single Family Mortgage Revenue Bonds, Series 1988F-1, 6.375%, 6/01/26 (Alternative Minimum Tax)	12/04 at 103
5,075	District of Columbia Housing Finance Agency, Single Family Revenue Bonds, Series 1997-B, 5.900%, 12/01/28 (Alternative Minimum Tax)	6/07 at 102
-----		
FLORIDA - 1.9%		
2,770	Florida Housing Finance Corporation, Housing Revenue Bonds, 2000 Series O-1, Stratford Point Apartments, 5.850%, 12/01/31 (Alternative Minimum Tax) - FSA Insured	12/10 at 100
9,990	City of Tampa, Florida, Allegany Health System Revenue Bonds, St. Mary's Hospital, Inc. Issue, Series 1993, 5.125%, 12/01/23 - MBIA Insured	12/03 at 102
-----		
GEORGIA - 1.2%		
7,335	Georgia Housing and Finance Authority, Single Family Mortgage Bonds, 2000 Series A, Subseries A-2, 6.450%, 12/01/30 (Alternative Minimum Tax)	3/10 at 100

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	HAWAII - 0.9%	
\$ 3,660	Housing Finance and Development Corporation, Hawaii, Single Family Mortgage Purchase Revenue Bonds, 1997 Series A, 5.750%, 7/01/30 (Alternative Minimum Tax)	7/07 at 102
2,215	Housing and Community Development Corporation of Hawaii, Multifamily Housing Revenue Bonds, Series 2000, GNMA Collateralized - Sunset Villas, 5.700%, 7/20/31	7/10 at 102
-----		
	ILLINOIS - 13.6%	
5,865	City of Chicago, Illinois, General Obligation Bonds, Neighborhoods Alive 21 Program, Series 2000A, 6.500%, 1/01/35 (Pre-refunded to 7/01/10) - FGIC Insured	7/10 at 101
4,000	Chicago School Reform Board of Trustees of the Board of Education of the City of Chicago, Illinois, Unlimited Tax General Obligation Bonds, Dedicated Tax Revenues, Series 1997, 5.750%, 12/01/20 - AMBAC Insured	12/07 at 102
12,500	Chicago School Reform Board of Trustees of the Board of Education of the City of Chicago, Illinois, Unlimited Tax General Obligation Bonds, Dedicated Tax Revenues, Series 1997A, 5.250%, 12/01/27 - AMBAC Insured	12/07 at 102
5,000	City of Chicago, Illinois, Chicago O'Hare International Airport, Special Facility Revenue Bonds, United Air Lines, Inc. Project, Series 2001A, 6.375%, 11/01/35 (Alternative Minimum Tax) (Mandatory put 5/01/13)#	No Opt. C
5,000	City of Chicago, Illinois, Chicago O'Hare International Airport, Second Lien Passenger Facility Charge Revenue Bonds, Series 2001A, 5.375%, 1/01/32 (Alternative Minimum Tax) - AMBAC Insured	1/11 at 101
5,000	City of Chicago, Illinois, Second Lien Wastewater Transmission Revenue Bonds, Series 1997, 5.250%, 1/01/28 - AMBAC Insured	1/08 at 102
10,115	Illinois Health Facilities Authority, Revenue Refunding Bonds, Series 1996A, Rush-Presbyterian-St. Luke's Medical Center Obligated Group, 6.250%, 11/15/20 - MBIA Insured	11/06 at 102
6,165	Illinois Health Facilities Authority, Revenue Refunding Bonds, Series 1996B, Sarah Bush Lincoln Health Center, 5.750%, 2/15/22	2/07 at 102
3,935	Illinois Health Facilities Authority, Revenue Bonds, Victory Health Service, Series 1997A, 5.375%, 8/15/16	8/07 at 101

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6,000	Illinois Health Facilities Authority, Revenue Bonds, Condell Medical Center, Series 2002, 5.750%, 5/15/22	5/12 at 100
	Metropolitan Pier and Exposition Authority, Illinois, McCormick Place Expansion Project Bonds, Series 1999A:	
12,455	5.500%, 12/15/24 - FGIC Insured	12/09 at 101
10,000	5.250%, 12/15/28 - FGIC Insured	12/09 at 101
2,500	Regional Transportation Authority, Cook, DuPage, Kane, Lake, McHenry and Will Counties, Illinois, General Obligation Bonds, Series 1990A, 7.200%, 11/01/20 - AMBAC Insured	No Opt. C

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INDIANA - 5.2%

7,425	Fort Wayne International Airport Building Corporation, Indiana, Airport Improvement Bonds, Series 1994, 5.900%, 1/01/14 (Alternative Minimum Tax)	1/04 at 101
5,205	Indiana Health Facility Financing Authority, Hospital Revenue Bonds, Clarian Health Obligated Group, Series 2000A, 5.500%, 2/15/30 - MBIA Insured	8/10 at 101
9,000	Indiana Health Facility Financing Authority, Hospital Revenue Refunding and Improvement Bonds, Series 1995, Community Hospitals Projects, 5.700%, 5/15/22 - MBIA Insured	5/06 at 102
6,075	LaGrange County Jail Building Corporation, Indiana, First Mortgage Jail Bonds, Series 1998, 5.400%, 10/01/21	10/09 at 101
3,215	Mooresville Consolidated School Building Corporation, Morgan County, Indiana, First Mortgage Bonds, Series 1994B, 6.400%, 7/15/15 (Pre-refunded to 1/15/04)	1/04 at 102
2,725	St. Joseph County Hospital Authority, Indiana, Health System Revenue Bonds, Madison Center, Inc. Project, Series 1999, 5.450%, 2/15/12	2/09 at 102

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IOWA - 1.5%

2,455	Iowa Finance Authority, Single Family Mortgage Bonds, 1995 Series C, 6.450%, 1/01/24	1/05 at 102
3,500	City of Marshalltown, Iowa, Pollution Control Revenue Refunding Bonds, Iowa Electric Light and Power Company Project, Series 1993, 5.500%, 11/01/23 - MBIA Insured	11/03 at 102
5,000	Tobacco Settlement Authority, Iowa, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2001B, 5.600%, 6/01/35	6/11 at 101

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	KANSAS - 0.8%	
\$ 5,000	Burlington, Kansas, Environmental Improvement Revenue Bonds, Kansas City Power and Light Company Project, Series 1998A, 4.750%, 9/01/15 (Mandatory put 10/01/07)	No Opt. C
-----		
	KENTUCKY - 1.6%	
5,500	Louisville and Jefferson Counties Metropolitan Sewer District, Commonwealth of Kentucky, Sewer and Drainage System Revenue Bonds, Series 1997A, 5.250%, 5/15/27 - MBIA Insured	5/07 at 101
4,950	Louisville and Jefferson Counties Metropolitan Sewer District, Commonwealth of Kentucky, Sewer and Drainage System Revenue Bonds, Series 1997B, 5.200%, 5/15/25 - MBIA Insured	11/07 at 101
-----		
	LOUISIANA - 6.2%	
13,500	Parish of De Soto, State of Louisiana, Pollution Control Revenue Refunding Bonds, Cleco Utility Group, Inc. Project, Series 1999, 5.875%, 9/01/29 - AMBAC Insured	9/09 at 102
10,000	Louisiana Public Facilities Authority, Extended Care Facilities Revenue Bonds, Comm-Care Corporation Project, Series 1994, 11.000%, 2/01/14	No Opt. C
	Tobacco Settlement Financing Corporation, Louisiana, Asset-Backed Bonds, Series 2001B:	
6,000	5.500%, 5/15/30	5/11 at 101
11,750	5.875%, 5/15/39	5/11 at 101
-----		
	MASSACHUSETTS - 3.1%	
5,000	Commonwealth of Massachusetts, General Obligation Bonds, Consolidated Loan of 2002, Series D, 5.375%, 8/01/21 - MBIA Insured	8/12 at 100
1,750	Massachusetts Health and Educational Facilities Authority, Revenue Bonds, UMass Memorial Health Issue A, 5.000%, 7/01/28 - AMBAC Insured	1/09 at 101
9,585	Massachusetts Housing Finance Agency, Single Family Housing Revenue Bonds, Series 77, 5.950%, 6/01/25 (Alternative Minimum Tax) - FSA Insured	12/09 at 100
3,320	Massachusetts Housing Finance Agency, Single Family Housing Revenue Bonds, Series 79, 5.950%, 12/01/27 (Alternative Minimum Tax) - FSA Insured	12/09 at 100

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MICHIGAN - 1.3%

3,275	Michigan State Hospital Finance Authority, Revenue and Refunding Bonds, Detroit Medical Center Obligated Group, Series 1993A, 6.500%, 8/15/18	8/03 at 102
	Michigan State Hospital Finance Authority, Hospital Revenue Bonds, Detroit Medical Center Obligated Group, Series 1998A:	
4,995	5.250%, 8/15/23	8/08 at 101
3,000	5.250%, 8/15/28	8/08 at 101

MINNESOTA - 2.3%

5,000	Minneapolis-St. Paul Metropolitan Airports Commission, Minnesota, Subordinate Airport Revenue Bonds, Series 2001C, 5.250%, 1/01/32 - FGIC Insured	1/11 at 100
5,890	Minnesota Housing Finance Agency, Single Family Mortgage Bonds, 2000 Series C, 5.550%, 7/01/24 (Alternative Minimum Tax)	7/09 at 100
3,685	Minnesota Housing Finance Agency, Single Family Mortgage Revenue Bonds, 2000 Series J, 5.400%, 1/01/23 (Alternative Minimum Tax)	1/10 at 100

MISSISSIPPI - 1.7%

2,165	Coahoma-Clarksdale Housing Development Corporation, Mississippi, Multifamily Mortgage Revenue Refunding Bonds, Gooden Estates and McLaurin Arms Project, Series 1990A, 8.000%, 8/01/24	8/03 at 100
2,695	Coahoma-Clarksdale Housing Development Corporation, Mississippi, Multifamily Mortgage Revenue Refunding Bonds, Gooden Estates and McLaurin Arms Project, Series 1990B, 8.000%, 8/01/24	8/03 at 100
2,460	Greenwood-Leflore Housing Development Corporation, Mississippi, Multifamily Mortgage Revenue Refunding Bonds, Bishop Apartment Project, Series 1990B, 7.950%, 8/01/22	8/03 at 100
2,515	Greenwood-Leflore Housing Development Corporation, Mississippi, Multifamily Mortgage Revenue Refunding Bonds, Jones Apartment Projects, Series 1990C, 7.950%, 8/01/22	6/03 at 100
1,575	Greenwood-Leflore Housing Development Corporation, Mississippi, Multifamily Mortgage Revenue Refunding Bonds, McNeace Apartment Projects, Series 1990A, 7.950%, 8/01/22	9/03 at 100

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	MISSOURI - 0.4%	
\$ 1,500	Missouri-Illinois Metropolitan District Bi-State Development Agency, Metrolink Cross County Extension Project, Mass Transit Sales Tax Appropriation Bonds, Series 2002B, 5.000%, 10/01/32 - FSA Insured	10/13 at 100
1,350	Missouri Housing Development Commission, Single Family Mortgage Revenue Bonds, Homeownership Loan Program, 2000 Series A-1, 7.500%, 3/01/31 (Alternative Minimum Tax)	9/09 at 102
-----		
	MONTANA - 2.9%	
11,730	Montana Board of Housing, Single Family Program Bonds, 1995 Series B, Federally Insured or Guaranteed Mortgage Loan, 6.400%, 12/01/27 (Alternative Minimum Tax)	12/05 at 102
6,920	Montana Board of Housing, Single Family Program Bonds, 1997 Series A, 6.050%, 12/01/37	6/07 at 101
-----		
	NEVADA - 4.1%	
7,310	Clark County, Nevada, General Obligation Limited Tax Bond Bank Bonds, Series 2000, 5.500%, 7/01/19	7/10 at 100
7,500	Clark County, Nevada, Airport System Subordinate Lien Revenue Bonds, Series 1999A, 6.000%, 7/01/29 (Pre-refunded to 7/01/10) - MBIA Insured	7/10 at 101
7,000	Director of the State of Nevada, Department of Business and Industry, Revenue Bonds, Las Vegas Monorail Project, 1st Tier Series 2000, 5.375%, 1/01/40 - AMBAC Insured	1/10 at 100
3,065	Nevada Housing Division, Single Family Mortgage Bonds, 1997 Senior Series C-2, 5.750%, 4/01/29 (Alternative Minimum Tax)	4/07 at 102
-----		
	NEW HAMPSHIRE - 0.6%	
2,615	Business Finance Authority of the State of New Hampshire, Water Facility Revenue Bonds, Pennichuck Water Works, Inc., 1994 Issue, Series A, 6.350%, 12/01/19 - AMBAC Insured	12/04 at 102
1,435	Business Finance Authority of the State of New Hampshire, Water Facility Revenue Bonds, Pennichuck Water Works, Inc., Series B, 6.450%, 12/01/16 (Alternative Minimum Tax) - AMBAC Insured	12/04 at 102
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	NEW JERSEY - 2.0%		
16,000	Tobacco Settlement Financing Corporation, New Jersey, Tobacco Settlement Asset-Backed Bonds, Series 2002, 5.750%, 6/01/32		6/12 at 100
-----			
	NEW MEXICO - 1.1%		
7,500	City of Farmington, New Mexico, Pollution Control Revenue Refunding Bonds, Series 1997B, Public Service Company of New Mexico - San Juan Project, 5.800%, 4/01/22		4/06 at 101
-----			
	NEW YORK - 16.4%		
7,000	Metropolitan Transportation Authority, New York, State Service Contract Refunding Bonds, Series 2002A, 5.125%, 1/01/29		7/12 at 100
	County of Nassau, New York, General Obligation Serial General Improvement Bonds, Series F:		
3,980	7.000%, 3/01/11 - FSA Insured		3/10 at 100
4,070	7.000%, 3/01/12 - FSA Insured		3/10 at 100
3,925	7.000%, 3/01/15 -FSA Insured		3/10 at 100
	The City of New York, New York, General Obligation Bonds, Fiscal 1997 Series G:		
95	6.000%, 10/15/26 (Pre-refunded to 10/15/07)		10/07 at 101
9,905	6.000%, 10/15/26		10/07 at 101
	The City of New York, New York, General Obligation Bonds, Fiscal 1991 Series B:		
6,515	9.500%, 6/01/03		No Opt. C
1,485	9.500%, 6/01/03		No Opt. C
7,435	The City of New York, New York, General Obligation Bonds, Fiscal 2000 Series E, 5.750%, 5/15/20		5/10 at 101
9,750	New York City Municipal Water Finance Authority, New York, Water and Sewer System Revenue Bonds, Fiscal 2000 Series A, 5.750%, 6/15/31 - FGIC Insured		6/09 at 101
5,000	New York City Municipal Water Finance Authority, New York, Water and Sewer System Revenue Bonds, Fiscal 1997 Series B, 5.750%, 6/15/29 - FGIC Insured		6/07 at 101
10,000	New York City Transitional Finance Authority, New York, Future Tax Secured Bonds, Fiscal 2000 Series B, 6.000%, 11/15/29 (Pre-refunded to 5/15/10)		5/10 at 101
4,975	New York City Industrial Development Agency, New York, Special Facilities Revenue Bonds, British Airways PLC Project, Series 1998, 5.250%, 12/01/32 (Alternative Minimum Tax)		12/08 at 102

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Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	NEW YORK (continued)	
\$ 3,000	New York City Industrial Development Agency, New York, Special Facilities Revenue Bonds, British Airways PLC Project, Series 2002, 7.625%, 12/01/32	12/12 at 101
3,655	Dormitory Authority of the State of New York, State University Educational Facilities Revenue Bonds, Series 1997, 5.125%, 5/15/27 (Pre-refunded to 5/15/08)	5/08 at 101
45	Dormitory Authority of the State of New York, Mental Health Services Facilities Improvement Revenue Bonds, Series 1997B: 5.625%, 2/15/21 (Pre-refunded to 2/15/07)	2/07 at 102
7,315	5.625%, 2/15/21	2/07 at 102
9,495	State of New York Mortgage Agency, Homeowner Mortgage Revenue Bonds, Series 94, 5.800%, 10/01/20 (Alternative Minimum Tax)	4/10 at 100
5,000	New York State Urban Development Corporation, Correctional Facilities Service Contract Revenue Bonds, Series C, 6.000%, 1/01/29 (Pre-refunded to 1/01/09) - AMBAC Insured	1/09 at 101
-----		
	NORTH CAROLINA - 4.7%	
10,920	North Carolina Housing Finance Agency, Home Ownership Revenue Bonds, Series 7A, 1998 Trust Agreement, 6.250%, 1/01/29 (Alternative Minimum Tax)	7/09 at 100
10,940	North Carolina Housing Finance Agency, Home Ownership Revenue Bonds, Series 8-A, 1998 Trust Agreement, 5.950%, 1/01/27 (Alternative Minimum Tax)	1/10 at 100
6,000	North Carolina Housing Finance Agency, Home Ownership Revenue Bonds, Series 9A, 1998 Trust Agreement, 5.875%, 7/01/31 (Alternative Minimum Tax)	1/10 at 100
1,710	North Carolina Housing Finance Agency, Home Ownership Program Bonds, Series 10A, 1998 Trust Agreement, 5.400%, 7/01/32 (Alternative Minimum Tax) - AMBAC Insured	7/10 at 100
-----		
	NORTH DAKOTA - 0.8%	
5,495	North Dakota Housing Finance Agency, Home Mortgage Finance Program Bonds, Housing Finance Program, 1998 Series B, 5.500%, 7/01/29 (Alternative Minimum Tax) - MBIA Insured	7/08 at 102
-----		
	OHIO - 5.7%	

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5,000	Akron, Bath and Copley Joint Township Hospital District, Ohio, Hospital Facilities Revenue Bonds, Series 1998A, Summa Health System Project, 5.375%, 11/15/18	11/09 at 101
6,000	County of Cuyahoga, Ohio, Hospital Revenue Bonds, University Hospitals Health System, Inc., Series 1999, 5.500%, 1/15/30 - AMBAC Insured	7/09 at 101
7,840	County of Montgomery, Ohio, Hospital Facilities Revenue Bonds, Series 1999, Kettering Medical Center Network Obligated Group: 6.750%, 4/01/18	4/10 at 101
5,000	6.750%, 4/01/22	4/10 at 101
3,105	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 2000 Series D, Mortgage-Backed Securities Program, 5.450%, 9/01/31 (Alternative Minimum Tax)	8/10 at 100
10,000	Ohio Air Quality Development Authority, Pollution Control Revenue Refunding Bonds, Series 1999C, Ohio Edison Company Project, 5.800%, 6/01/16 (Mandatory put 12/01/04)	12/04 at 100

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OKLAHOMA - 1.6%

5,000	Oklahoma Industries Authority, Health System Revenue and Refunding Bonds, Obligated Group consisting of INTEGRIS Baptist Medical Center, Inc., INTEGRIS South Oklahoma City Hospital Corporation and INTEGRIS Rural Health, Inc., Series 1999A, 5.750%, 8/15/29 - MBIA Insured	8/09 at 101
10,000	Trustees of the Tulsa Municipal Airport Trust, Oklahoma, Revenue Bonds, Refunding Series 2001B, American Airlines, Inc., 5.650%, 12/01/35 (Alternative Minimum Tax) (Mandatory put 12/01/08)	12/08 at 100

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PENNSYLVANIA - 2.7%

3,335	Pennsylvania Housing Finance Agency, Rental Housing Refunding Bonds, Issue 1993, 5.800%, 7/01/18	7/03 at 102
2,500	The School District of Philadelphia, Pennsylvania, General Obligation Bonds, Series 2002A, 5.500%, 2/01/31 - FSA Insured	2/12 at 100
4,325	Venango Housing Corporation, Pennsylvania, Multifamily Mortgage Revenue Refunding Bonds, FHA-Insured Mortgage - Evergreen Arbors Project, 1990 Series A, 8.000%, 2/01/24	8/03 at 100
6,750	Washington County Authority, Pennsylvania, Capital Funding Revenue Bonds, Capital Projects and Equipment Acquisition Program, Series 1999, 6.150%, 12/01/29 - AMBAC Insured	No Opt. C

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AMOUNT (000)	DESCRIPTION(1)	PROVISIO
-----		
	RHODE ISLAND - 2.7%	
	Housing Authority of the City of Providence, Rhode Island, Multifamily Mortgage Revenue Bonds, FHA-Insured Mortgage Loan - Cathedral Square Apartments II Project, 1992 Series:	
\$ 395	7.375%, 4/01/10 (Alternative Minimum Tax)	4/07 at 100
1,060	7.400%, 4/01/20 (Alternative Minimum Tax)	4/07 at 100
3,050	7.500%, 10/01/32 (Alternative Minimum Tax)	4/07 at 100
12,250	Rhode Island Health and Educational Building Corporation, Hospital Financing Revenue Bonds, Lifespan Obligated Group Issue, Series 1996, 5.500%, 5/15/16 - MBIA Insured	5/07 at 102
-----		
	SOUTH CAROLINA - 3.0%	
10,000	Greenville County School District, South Carolina, Installment Purchase Revenue Bonds, Series 2002, 6.000%, 12/01/20	12/12 at 101
2,500	Lexington County Health Services District, South Carolina, Hospital Revenue Bonds, Series 2003 Refunding and Improvement, 5.750%, 11/01/28	11/13 at 100
7,500	Tobacco Settlement Revenue Management Authority, South Carolina, Tobacco Settlement Asset-Backed Bonds, Series 2001B, 6.375%, 5/15/28	5/11 at 101
-----		
	TENNESSEE - 5.6%	
6,000	Knox County Health, Educational and Housing Facilities Board, Tennessee, Hospital Facilities Revenue Bonds, Baptist Health System of East Tennessee, Series 2002, 6.500%, 4/15/31	4/12 at 101
20,415	Knox County Health, Educational and Housing Facility Board, Tennessee, Hospital Revenue Bonds, Covenant Health, Series 2002A Refunding, 0.000%, 1/01/18 - FSA Insured	1/13 at 75
1,750	Metropolitan Government of Nashville and Davidson Counties, Tennessee, Electric System Revenue Bonds, Series 2001A, 5.125%, 5/15/26	5/11 at 100
14,385	Health and Educational Facilities Board of the Metropolitan Government of Nashville and Davidson Counties, Tennessee, Revenue Bonds, Ascension Health Credit Group, Series 1999A, 5.875%, 11/15/28 (Pre-refunded to 11/15/09) - AMBAC Insured	11/09 at 101
2,745	Tennessee Housing Development Agency, Mortgage Finance Program Bonds, 1994 Series A, 6.900%, 7/01/25 (Alternative Minimum Tax)	7/04 at 102
-----		
	TEXAS - 15.0%	
14,900	Brazos River Authority, Texas, Pollution Control Revenue Refunding Bonds, TXU Electric Company Project, Series 2001C,	No Opt. C

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	5.750%, 5/01/36 (Alternative Minimum Tax) (Mandatory put 11/01/11)	
6,000	Brazos River Authority, Texas, Revenue Refunding Bonds, Houston Lighting & Power Company Project, Series 1998, 5.050%, 11/01/18 (Alternative Minimum Tax) - AMBAC Insured	No Opt. C
8,400	Gulf Coast Waste Disposal Authority, Texas, Waste Disposal Revenue Bonds, Valero Energy Corporation Project, Series 1999, 5.700%, 4/01/32 (Alternative Minimum Tax)	4/09 at 101
10,000	Harris County Health Facilities Development Corporation, Texas, Special Facilities Revenue Bonds, Texas Medical Center Project, Series 1996, 5.900%, 5/15/16 - MBIA Insured	5/06 at 102
12,500	City of Houston, Texas, Airport System Subordinate Lien Revenue Bonds, Series 2000B, 5.500%, 7/01/30 - FSA Insured	7/10 at 100
	City of Houston, Texas, Water Conveyance System Contract, Certificates of Participation, Series 1993 A-J:	
5,490	6.800%, 12/15/10 - AMBAC Insured	No Opt. C
2,000	6.800%, 12/15/11 - AMBAC Insured	No Opt. C
16,305	Matagorda County, Texas, Navigation District No. 1 Revenue Refunding Bonds, Reliant Energy Project, Series 1999B, 5.950%, 5/01/30 (Alternative Minimum Tax)	5/09 at 101
3,425	Sabine River Authority of Texas, Pollution Control Revenue Refunding Bonds, TXU Electric Company Project, Series 2001A, 5.500%, 5/01/22 (Mandatory put 11/01/11)	No Opt. C
4,700	Sam Rayburn Municipal Power Agency, Texas, Power Supply System Revenue Refunding Bonds, Series 2002A, 6.000%, 10/01/21	10/12 at 100
4,000	State of Texas, General Obligation Bonds, Water Financial Assistance, Series 1999C, State Participation Program, 5.500%, 8/01/35	8/09 at 100
6,840	Travis County, Texas, Health Facilities Development Corporation, Revenue Bonds, Ascension Health Credit Group, Series 1999A, 5.875%, 11/15/24 (Pre-refunded to 11/15/09) - AMBAC Insured	11/09 at 101

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Nuveen Municipal Advantage Fund, Inc. (NMA) (continued)  
Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	TEXAS (continued)	
\$ 2,500	Trinity River Authority of Texas, Pollution Control Revenue Refunding Bonds, TXU Electric Company Project, Series 2001A,	No Opt. C

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	5.000%, 5/01/27 (Alternative Minimum Tax) (Mandatory put 11/01/06)	
245	The Wood Glen Housing Finance Corporation, Texas, Mortgage Revenue Refunding Bonds, Series 1990A, FHA-Insured Mortgage Loan - Section 8 Assisted Copperwood I Project, 7.625%, 1/01/10 - MBIA Insured	7/03 at 100
	The Wood Glen Housing Finance Corporation, Texas, Mortgage Revenue Refunding Bonds, Series 1990C, FHA-Insured Mortgage Loan - Section 8 Assisted Copperwood II Project:	
225	7.625%, 1/01/10 - MBIA Insured	7/03 at 100
1,250	7.650%, 7/01/23 - MBIA Insured	7/03 at 100

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VIRGINIA - 1.0%

6,380	Capital Region Airport Commission, Richmond, Virginia, International Airport Projects, Airport Revenue Bonds, Series 1995A, 5.625%, 7/01/20 - AMBAC Insured	7/05 at 102
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WASHINGTON - 14.6%

8,810	Public Utility District No. 1 of Chelan County, Washington, Chelan Hydro-Consolidated System Revenue Bonds, Series 2001A, 5.600%, 1/01/36 (Alternative Minimum Tax) - MBIA Insured	7/11 at 101
10,730	Public Utility District No. 1 of Chelan County, Washington, Chelan Hydro-Consolidated System Revenue Bonds, Series 2001C Refunding, 5.650%, 7/01/32 (Alternative Minimum Tax) - MBIA Insured	7/11 at 101
5,665	Public Utility District No. 1 of Chelan County, Washington, Chelan Hydro-Consolidated System Revenue Bonds, Series 2002B, 5.250%, 7/01/37 (Alternative Minimum Tax) - AMBAC Insured	7/12 at 100
10,730	Sumner School District No. 320, Pierce County, Washington, Unlimited Tax General Obligation Bonds, Series 2000, 6.250%, 12/01/17 - FSA Insured	12/10 at 100
10,550	Port of Seattle, Washington, Limited Tax General Obligation Bonds, 2000 Series B, 5.750%, 12/01/25 (Alternative Minimum Tax)	12/10 at 100
5,315	Port of Seattle, Washington, Revenue Bonds, Series 2000B, 6.000%, 2/01/10 (Alternative Minimum Tax) - MBIA Insured	No Opt. C
19,295	Port of Seattle, Washington, Special Facility Revenue Bonds, Terminal 18 Project, Series 1999A, 6.000%, 9/01/29 - MBIA Insured	3/10 at 101
5,000	Port of Seattle, Washington, Special Facility Revenue Bonds, Terminal 18 Project, Series 1999B, 6.000%, 9/01/20 (Alternative Minimum Tax) - MBIA Insured	3/10 at 101
5,000	Washington Health Care Facilities Authority, Revenue Bonds, Series 1999, Providence Services, 5.375%, 12/01/19 -	12/09 at 101

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MBIA Insured

8,750	Washington Public Power Supply System, Nuclear Project No. 3 Refunding Revenue Bonds, Series 1998A, 5.125%, 7/01/18	7/08 at 102
-----		
WISCONSIN - 7.8%		
8,000	Badger Tobacco Asset Securitization Corporation, Wisconsin, Tobacco Settlement Asset-Backed Bonds, Series 2002, 6.125%, 6/01/27	6/12 at 100
5,000	Madison, Wisconsin, Industrial Development Revenue Refunding Bonds, Madison Gas & Electric Company Projects, Series 2002A, 5.875%, 10/01/34 (Alternative Minimum Tax)	4/12 at 100
3,000	Southeast Wisconsin Professional Baseball Park District, Sales Tax Revenue Refunding Bonds, Series 1998A, 5.500%, 12/15/19 - MBIA Insured	No Opt. C
4,000	Wisconsin Housing and Economic Development Authority, Home Ownership Revenue Bonds, 2000 Series, 5.750%, 3/01/22 (Alternative Minimum Tax)	3/10 at 100
	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Series 1996, Aurora Medical Group, Inc. Project:	
10,000	5.600%, 11/15/16 - FSA Insured	5/06 at 102
20,000	5.750%, 11/15/25 - FSA Insured	5/06 at 102
-----		
\$ 966,565	Total Long-Term Investments (cost \$940,742,457) - 148.6%	
=====		

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
SHORT-TERM INVESTMENTS - 0.9%		
\$ 4,000	Moffat County, Colorado, Pollution Control Revenue Bonds, Pacificorp Projects, Variable Rate Demand Bonds, 1.400%, 5/01/13 - AMBAC Insured+	
2,000	Nebraska Educational Finance Authority, Variable Rate Demand Revenue Bonds, Creighton University Project, Refunding Series 2001, 1.350%, 8/01/31+	
-----		
\$ 6,000	Total Short-Term Investments (cost \$6,000,000)	
=====		
Total Investments (cost \$946,742,457) - 149.5%		
-----		
Other Assets Less Liabilities - 3.4%		
-----		
Preferred Shares, at Liquidation Value - (52.9)%		

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-----  
 Net Assets Applicable to Common Shares - 100%  
 =====

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares.
  
- \* Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.
  
- \*\* Ratings: Using the higher of Standard & Poor's or Moody's rating.
  
- \*\*\* Securities are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensures the timely payment of principal and interest. Such securities are normally considered to be equivalent to AAA rated securities.
  
- N/R Investment is not rated.
  
- # On December 9, 2002, UAL Corporation, the holding company of United Air Lines, Inc., filed for federal bankruptcy protection. The Adviser determined that it was likely United would not remain current on their interest payment obligation with respect to these bonds and thus has stopped accruing interest.
  
- + Security has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based on market conditions or a specified market index.

See accompanying notes to financial statements.

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Nuveen Municipal Market Opportunity Fund, Inc. (NMO)  
 Portfolio of  
 INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	ARIZONA - 0.9%	
\$ 3,000	Arizona Transportation Board, Highway Revenue Bonds, Series 2001, 5.250%, 7/01/20	7/11 at 100
1,725	Industrial Development Authority of the County of Maricopa, Arizona, Education Revenue Bonds, Arizona Charter Schools Project I, Series 2000A, 6.750%, 7/01/29	7/10 at 102

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970	Industrial Development Authority of the County of Pima, Arizona, Single Family Mortgage Revenue Bonds, Series 1997A, 7.100%, 11/01/29 (Alternative Minimum Tax)	5/07 at 105
-----		
	ARKANSAS - 1.3%	
5,000	Arkansas Development Finance Authority, Hospital Revenue Bonds, Washington Regional Medical Center, Series 2000, 7.000%, 2/01/15	2/10 at 100
2,865	Board of Trustees of the University of Arkansas at Fayetteville, Arkansas, Various Facilities Revenue Bonds, Series 2002, 5.500%, 12/01/20 - FGIC Insured	12/12 at 100
-----		
	CALIFORNIA - 7.1%	
8,745	Bell Community Redevelopment Agency, California, Bell Redevelopment Area Tax Allocation Refunding Bonds, Series 1994, 6.350%, 11/01/23 - FSA Insured	11/03 at 102
2,810	California Health Facilities Financing Authority, Kaiser Permanente, Revenue Bonds, 1993 Series C, 5.600%, 5/01/33	5/03 at 102
1,000	State of California Department of Water Resources, Power Supply Revenue Bonds, Series 2002A, 5.750%, 5/01/17	5/12 at 101
2,500	Community Redevelopment Agency of the City of Los Angeles, California, Tax Allocation Refunding Bonds, Central Business District Redevelopment Project, Series G, 6.750%, 7/01/10	7/03 at 100
	Department of Water and Power of the City of Los Angeles, California, Electric Plant Revenue Bonds, Second Issue of 1993:	
490	4.750%, 10/15/20	10/03 at 102
5,510	4.750%, 10/15/20	10/03 at 102
995	Department of Water and Power of the City of Los Angeles, California, Electric Plant Revenue Bonds, Issue of 1994, 5.375%, 2/15/34	2/04 at 102
	County of Orange, California, 1996 Recovery Certificates of Participation, Series A:	
13,100	5.875%, 7/01/19 - MBIA Insured	7/06 at 102
690	6.000%, 7/01/26 - MBIA Insured	7/06 at 102
5,870	Sacramento Municipal Utility District, California, Electric Revenue Refunding Bonds, 1993 Series G, 4.750%, 9/01/21 - MBIA Insured	9/03 at 100
5,000	San Joaquin Hills Transportation Corridor Agency, California, Toll Road Refunding Revenue Bonds, Series 1997A, 0.000%, 1/15/17 - MBIA Insured	1/14 at 102
-----		
	COLORADO - 3.9%	
3,000	City of Broomfield, Colorado, Master Facilities Lease	12/09 at 100

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		Purchase Agreement, Certificates of Participation, Series 1999, City and County of Broomfield Building Corporation, 5.750%, 12/01/24 - AMBAC Insured	
6,000		Broomfield, Colorado, Sales and Use Tax Revenue Bonds, Series 2002A, Refunding and Improvement, 5.500%, 12/01/22 - AMBAC Insured	12/12 at 100
11,465		City and County of Denver, Colorado, Airport System Revenue Refunding Bonds, Series 2000A, 6.000%, 11/15/18 (Alternative Minimum Tax) - AMBAC Insured	11/10 at 100
20,000		E-470 Public Highway Authority, Colorado, Senior Revenue Bonds, Series 2000A, 0.000%, 9/01/28 - MBIA Insured	9/10 at 31
-----			
		FLORIDA - 0.1%	
3,725		Miami-Dade County Industrial Development Authority, Florida, Special Facilities Revenue Bonds, United Air Lines, Inc. Project, Series 2000, 6.050%, 3/01/35 (Alternative Minimum Tax) (Mandatory put 3/01/10)#	No Opt. C
30			
	PRINCIPAL		OPTIONAL C
	AMOUNT (000)	DESCRIPTION(1)	PROVISIO
-----			
		GEORGIA - 6.1%	
\$	15,000	City of Atlanta, Georgia, Airport General Revenue and Refunding Bonds, Series 2000A, 5.600%, 1/01/30 - FGIC Insured	1/10 at 101
	14,000	Fulton County Facilities Corporation, Georgia, Certificates of Participation, Public Purpose Project, Series 1999, 5.500%, 11/01/18 - AMBAC Insured	11/10 at 101
	8,000	State of Georgia, General Obligation Bonds, 1995 Series C, 7.250%, 7/01/08	No Opt. C
-----			
		ILLINOIS - 10.2%	
	6,500	City of Chicago, Illinois, Gas Supply Refunding Revenue Bonds, 1995 Series A, Peoples Gas Light and Coke Company Project, 6.100%, 6/01/25	6/05 at 102
	5,250	City of Chicago, Illinois, Chicago Midway Airport, Revenue Bonds, Series 1998B, 5.000%, 1/01/28 - MBIA Insured	1/09 at 101
	4,000	City of Chicago, Illinois, Motor Fuel Tax Revenue Bonds, Series 2003A, 5.000%, 1/01/33 - AMBAC Insured	7/13 at 100
	5,210	Illinois Housing Development Authority, Section 8 Elderly Housing Revenue Bonds, Garden House of River Oaks West	7/03 at 102

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	Development, Series 1992A, 6.875%, 1/01/20	
950	Illinois Housing Development Authority, Section 8 Elderly Housing Revenue Bonds, Village Center Development, Series 1992C, 6.600%, 3/01/07	9/03 at 102
38,645	State of Illinois, General Obligation Bonds, Illinois FIRST, Series 2000, 5.500%, 4/01/25 - MBIA Insured	4/10 at 100
1,975	Lake County Community High School District No. 127, Grayslake, Illinois, General Obligation Bonds, Series 2002A, 9.000%, 2/01/13 - FGIC Insured	No Opt. C
2,270	Metropolitan Pier and Exposition Authority, Illinois, McCormick Place Expansion Project Revenue Bonds, Series 2002A, 5.000%, 12/15/28 - MBIA Insured	6/12 at 101
-----		
	INDIANA - 1.9%	
3,695	Indiana Educational Facilities Authority, Educational Facilities Revenue Bonds, Series 2001, Butler University Project, 5.500%, 2/01/26 - MBIA Insured	2/11 at 100
20,695	Indianapolis Airport Authority, Indiana, Specialty Facility Revenue Bonds, Series 1995A, United Air Lines, Inc. - Indianapolis Maintenance Center Project, 6.500%, 11/15/31 (Alternative Minimum Tax)#	11/05 at 102
2,000	City of Petersburg, Indiana, Pollution Control Revenue Bonds, Indianapolis Power and Light Company, Series 1991 Refunding, 5.750%, 8/01/21	8/11 at 102
-----		
	IOWA - 0.6%	
4,215	Iowa Finance Authority, Solid Waste Disposal Revenue Bonds, Series 1997, IPSCO Project, 6.000%, 6/01/27 (Alternative Minimum Tax) (Mandatory put 6/01/07)	No Opt. C
-----		
	KENTUCKY - 1.7%	
	Jefferson County, Kentucky, School District Finance Corporation, School Building Revenue Bonds, Series 2000A:	
3,045	5.250%, 7/01/17 - FSA Insured	1/10 at 101
7,490	5.250%, 7/01/20 - FSA Insured	1/10 at 101
-----		
	LOUISIANA - 1.1%	
7,415	Louisiana Local Government Environmental Facilities and Community Development Authority, Revenue Bonds, Baton Rouge Community College Facilities Corporation Project, Series 2002, 5.000%, 12/01/32 - MBIA Insured	12/12 at 100
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MARYLAND - 1.6%

	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2002:		
3,710	5.000%, 11/01/18		11/12 at 101
3,890	5.000%, 11/01/19		11/12 at 101
2,500	Department of Transportation, Maryland, County Transportation Revenue Bonds, Series 2002, 5.500%, 2/01/16		No Opt. C

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Nuveen Municipal Market Opportunity Fund, Inc. (NMO) (continued)  
Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	MASSACHUSETTS - 3.4%	
\$ 5,150	Massachusetts Bay Transportation Authority, Assessment Bonds, 2000 Series A, 5.250%, 7/01/30	7/10 at 100
10,000	Massachusetts Water Resources Authority, General Revenue Bonds, 2000 Series A, 5.750%, 8/01/39 - FGIC Insured	8/10 at 101
6,195	University of Massachusetts Building Authority, Facilities Revenue Bonds, Senior Series 2000A, Commonwealth Guaranteed, 5.125%, 11/01/25 - MBIA Insured	11/10 at 100
-----		
	MICHIGAN - 1.1%	
6,635	City of Detroit, Michigan, Water Supply System Revenue Senior Lien Bonds, 2001 Series A, 5.750%, 7/01/28 (Pre-refunded to 7/01/11) - FGIC Insured	7/11 at 101
-----		
	MINNESOTA - 8.3%	
13,675	State of Minnesota, General Obligation Bonds, Series 2000, 5.125%, 11/01/16	11/10 at 100
4,660	Minnesota Housing Finance Agency, Single Family Mortgage Bonds, 1998 Series H-2, Remarketed, 6.050%, 7/01/31 (Alternative Minimum Tax)	1/11 at 101
30,000	Minnesota Agricultural and Economic Development Board, Healthcare System Revenue Bonds, Series 2000A, Fairview Health Services, 6.375%, 11/15/29	11/10 at 101
3,465	The Housing and Redevelopment Authority of the City of St. Paul, Minnesota, Sales Tax Revenue Refunding Bonds, Civic Center Project, Series 1996, 7.100%, 11/01/23 -	11/15 at 103

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FSA Insured

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MISSISSIPPI - 1.3%		
5,900	Mississippi Business Finance Corporation, Pollution Control Revenue Refunding Bonds, System Energy Resources, Inc. Project, Series 1998, 5.875%, 4/01/22	10/03 at 102
2,605	Mississippi Home Corporation, Single Family Mortgage Revenue Bonds, Series 1997D, Class 5, 6.750%, 7/01/29 (Alternative Minimum Tax)	7/07 at 105

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NEVADA - 3.9%		
Director of the State of Nevada, Department of Business and Industry, Las Vegas Monorail Project Revenue Bonds, 1st Tier Series 2000:		
8,500	0.000%, 1/01/26 - AMBAC Insured	No Opt. C
5,315	0.000%, 1/01/27 - AMBAC Insured	No Opt. C
21,000	5.375%, 1/01/40 - AMBAC Insured	1/10 at 100

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NEW JERSEY - 4.1%		
720	Pollution Control Financing Authority of Camden County, New Jersey, Solid Waste Disposal and Resource Recovery System Revenue Bonds, Series 1991D, 7.250%, 12/01/10	6/03 at 101
21,000	New Jersey Transportation Trust Fund Authority, Transportation System Bonds, 2000 Series B, 5.750%, 6/15/17 (Pre-refunded to 6/15/10)	6/10 at 100
3,165	Tobacco Settlement Financing Corporation, New Jersey, Tobacco Settlement Asset-Backed Bonds, Series 2002, 6.125%, 6/01/42	6/12 at 100

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NEW MEXICO - 1.9%		
5,925	New Mexico Hospital Equipment Loan Council, Hospital Revenue Bonds, Presbyterian Healthcare Services, Series 2001A, 5.500%, 8/01/21	8/11 at 101
5,675	Regents of the University of New Mexico, System Revenue Bonds, Series 1992A Refunding, 6.250%, 6/01/12	No Opt. C

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NEW YORK - 25.1%		
11,000	Nassau County Tobacco Settlement Corporation, New York, Tobacco Settlement Asset-Backed Bonds, Series A, 6.400%, 7/15/33	7/09 at 101
21,715	The City of New York, New York, General Obligation Bonds, Fiscal 1996 Series I, 5.875%, 3/15/18	3/06 at 101

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	The City of New York, New York, General Obligation Bonds, Fiscal 2002 Series G:	
1,000	5.000%, 8/01/17	8/12 at 100
10,500	5.750%, 8/01/18	8/12 at 100
5,000	The City of New York, New York, General Obligation Bonds, Fiscal 2003 Series A, 5.750%, 8/01/16	8/12 at 100

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	NEW YORK (continued)	
\$	The City of New York, New York, General Obligation Bonds, Fiscal 1997 Series H:	
80	6.125%, 8/01/25 (Pre-refunded to 8/01/07)	8/07 at 101
9,920	6.125%, 8/01/25	8/07 at 101
17,870	New York City Transitional Finance Authority, New York, Future Tax Secured Bonds, Fiscal 2000 Series A, 5.750%, 8/15/24 (Pre-refunded to 8/15/09)	8/09 at 101
15,000	Dormitory Authority of the State of New York, City University System Consolidated Second General Resolution Revenue Bonds, Series 1990D, 8.750%, 7/01/03	No Opt. C
20,000	Dormitory Authority of the State of New York, Mental Health Services Facilities Improvement Revenue Bonds, Series 1997A, 5.750%, 2/15/27	2/07 at 102
4,500	New York State Energy Research and Development Authority, Gas Facilities Revenue Bonds, Series C, The Brooklyn Union Gas Company Project, 5.600%, 6/01/25 (Alternative Minimum Tax) - MBIA Insured	7/03 at 102
3,000	New York State Medical Care Facilities Finance Agency, Brookdale Hospital Medical Center Secured Hospital Revenue Bonds, 1995 Series A, 6.850%, 2/15/17 (Pre-refunded to 2/15/05)	2/05 at 102
4,785	New York State Medical Care Facilities Finance Agency, Health Center Projects Revenue Bonds, Secured Mortgage Program, Series 1995A, 6.375%, 11/15/19	11/05 at 102
10,000	The Port Authority of New York and New Jersey, Special Project Bonds, Series 6, JFK International Air Terminal LLC Project, 5.750%, 12/01/22 (Alternative Minimum Tax) - MBIA Insured	12/07 at 102
7,000	Triborough Bridge and Tunnel Authority, New York, General Purpose Revenue Bonds, Series 1999B, 5.500%, 1/01/30 (Pre-refunded to 1/01/22)	1/22 at 100
20,500	TSASC, Inc., New York, Tobacco Flexible Amortization	7/09 at 101

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Bonds, Series 1999-1, 6.250%, 7/15/34

-----		
	NORTH CAROLINA - 1.2%	
7,500	North Carolina Municipal Power Agency Number 1, Catawba Electric Revenue Bonds, Series 2003A, 5.250%, 1/01/19 - MBIA Insured	1/13 at 100
-----		
	NORTH DAKOTA - 4.3%	
22,905	City of Fargo, North Dakota, Health System Revenue Bonds, MertiCare Obligated Group, Series 2000A, 5.625%, 6/01/31 - FSA Insured	6/10 at 101
	North Dakota State Water Commission, Water Development Trust Fund, Water Development and Management Program Bonds, 2000 Series A:	
2,230	5.700%, 8/01/18 - MBIA Insured	8/10 at 100
2,450	5.750%, 8/01/19 - MBIA Insured	8/10 at 100
-----		
	OHIO - 2.6%	
16,140	County of Montgomery, Ohio, Hospital Facilities Revenue Bonds, Series 1999, Kettering Medical Center Network Obligated Group, 6.300%, 4/01/12	No Opt. C
-----		
	OKLAHOMA - 0.0%	
300	Trustees of the Tulsa Municipal Airport Trust, Oklahoma, Revenue Bonds, Refunding Series 2000B, 6.000%, 6/01/35 (Alternative Minimum Tax) (Mandatory put 12/01/08)	12/08 at 100
-----		
	OREGON - 2.5%	
5,000	Oregon Health Sciences University, Revenue Bonds, Series 2002A, 5.250%, 7/01/22 - MBIA Insured	1/13 at 100
	City of Portland, Oregon, Water System Revenue Bonds, 2000 Series A:	
6,780	5.375%, 8/01/18	8/10 at 100
3,655	5.500%, 8/01/20	8/10 at 100
-----		
	PENNSYLVANIA - 6.5%	
5,000	Delaware County Industrial Development Authority, Pennsylvania, Resource Recovery Revenue Bonds, Series 1997A Refunding, 6.200%, 7/01/19	1/08 at 102
15,000	Delaware River Port Authority, Pennsylvania, Revenue Refunding Bonds, Series B of 1998, 5.250%, 1/01/08 -	No Opt. C

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AMBAC Insured

15,050	Commonwealth of Pennsylvania, General Obligation Bonds, Second Series of 2001, 5.000%, 9/15/14	9/11 at 101
5,000	Pennsylvania Higher Education Assistance Agency, Capital Acquisition Revenue Bonds, Series of 2000, 5.875%, 12/15/30 (Pre-refunded to 12/15/10) - MBIA Insured	12/10 at 100

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Nuveen Municipal Market Opportunity Fund, Inc. (NMO) (continued)  
Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	PUERTO RICO - 1.0%	
\$ 8,400	The Children's Trust Fund, Puerto Rico, Tobacco Settlement Asset-Backed Bonds, Series 2002 Refunding, 5.375%, 5/15/33	5/12 at 100
-----		
	SOUTH CAROLINA - 5.4%	
24,730	Greenville County School District, South Carolina, Installment Purchase Revenue Bonds, Series 2002, 5.500%, 12/01/22	12/12 at 101
1,865	Three Rivers Solid Waste Authority, South Carolina, Solid Waste Disposal Facilities Revenue Bonds, Series 1997, 5.300%, 1/01/27 - MBIA Insured	1/07 at 102
10,000	Tobacco Settlement Revenue Management Authority, South Carolina, Tobacco Settlement Asset-Backed Bonds, Series 2001B, 6.375%, 5/15/28	5/11 at 101
-----		
	TENNESSEE - 0.9%	
5,000	The Health, Educational and Housing Facilities Board of Knox County, Tennessee, Hospital Facilities Revenue Bonds, East Tennessee Children's Hospital, Series 2003A, 5.000%, 7/01/23 - RAAI Insured	7/13 at 100
1,200	The Health and Educational Facilities Board of the Metropolitan Government of Nashville and Davidson Counties, Tennessee, Revenue Refunding Bonds, Series 1998, The Blakeford at Green Hills, 5.650%, 7/01/16	7/03 at 102
-----		
	TEXAS - 25.9%	
5,000	Alliance Airport Authority, Inc., Texas, Special Facilities	6/03 at 100

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	Revenue Bonds, Series 1990, American Airlines, Inc. Project, 7.500%, 12/01/29 (Alternative Minimum Tax)	
	Arlington Independent School District, Tarrant County, Texas, Unlimited Tax Refunding and Improvement Bonds, Series 1995:	
3,710	0.000%, 2/15/12	2/05 at 67
3,710	0.000%, 2/15/13	2/05 at 62
12,000	City of Austin, Texas, Hotel Occupancy Tax Subordinate Lien Revenue Refunding Bonds, Series 1999, 5.800%, 11/15/29 - AMBAC Insured	11/09 at 100
14,200	Brazos River Authority, Texas, Pollution Control Revenue Refunding Bonds, TXU Electric Company Project, Series 2001C, 5.750%, 5/01/36 (Alternative Minimum Tax) (Mandatory put 11/01/11)	No Opt. C
	Brownsville Independent School District, Cameron County, Texas, Unlimited Tax School Building Bonds, Series 1999:	
5,015	5.625%, 8/15/25	8/09 at 100
8,825	5.625%, 8/15/29	8/09 at 100
	Clear Creek Independent School District, Galveston and Harris Counties, Texas, Unlimited Tax Schoolhouse and Refunding Bonds, Series 2000:	
17,325	5.400%, 2/15/18	2/10 at 100
10,000	5.650%, 2/15/19	2/10 at 100
6,880	5.700%, 2/15/20	2/10 at 100
8,020	5.700%, 2/15/21	2/10 at 100
6,000	Dallas-Fort Worth International Airport Facility Improvement Corporation, Texas, American Airlines, Inc. Revenue Bonds, Series 1999, 6.375%, 5/01/35 (Alternative Minimum Tax)	11/09 at 101
14,375	Dallas-Fort Worth International Airport Facilities Improvement Corporation, Texas, Revenue Refunding Bonds, Series 2000C, American Airlines, Inc., 6.150%, 5/01/29 (Alternative Minimum Tax) (Mandatory put 11/01/07)	11/07 at 100
21,500	City of Houston, Texas, Airport System Subordinate Lien Revenue Bonds, Series 2000B, 5.500%, 7/01/30 - FSA Insured	7/10 at 100
22,500	City of Houston Water and Sewer System, Texas, Junior Lien Revenue Refunding Bonds, Series 2000B, 5.250%, 12/01/30 - FGIC Insured	12/10 at 100
1,250	City of Houston Water and Sewer System, Texas, Junior Lien Revenue Refunding Bonds, Series 2001A, 5.000%, 12/01/20 - FSA Insured	12/11 at 100
15,000	San Antonio Independent School District, Bexar County, Texas, Unlimited Tax School Building Bonds, Series 1999, 5.800%, 8/15/29 (Pre-refunded to 8/15/09)	8/09 at 100
4,359	Texas General Services Commission, Participation Interests, Series 1992, 7.500%, 9/01/22	9/03 at 100
3,970	City of Wichita Falls, Wichita County, Texas, Water and Sewer System Priority Lien Revenue Bonds, Series 2001, 5.000%, 8/01/21 - AMBAC Insured	8/11 at 100

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	WASHINGTON - 15.9%	
\$	5,500	Public Utility District No. 1 of Clark County, Washington, Generating System Revenue Refunding Bonds, Series 2000, 5.125%, 1/01/20 - FSA Insured
	2,755	Cowlitz County, Washington, Special Sewer Revenue Refunding Bonds, Series 2002, CSOB Wastewater Treatment Facilities, 5.500%, 11/01/16 - FGIC Insured
	10,000	Energy Northwest, Washington, Nuclear Project No. 3 Electric Revenue Bonds, Series 2001A Refunding, 5.500%, 7/01/17 - FSA Insured
	2,500	King County, Washington, Sewer Revenue Bonds, Series 2001, 5.000%, 1/01/23 - FGIC Insured
	33,490	Port of Seattle, Washington, Revenue Bonds, Series 2000A, 5.625%, 2/01/30 - MBIA Insured
	6,950	Port of Seattle, Washington, Revenue Bonds, Series 2000B, 5.625%, 2/01/24 (Alternative Minimum Tax) - MBIA Insured
	6,165	Seattle, Washington, General Obligation Bonds, Series 2002 Refunding and Improvement: 4.400%, 12/01/19
	6,445	4.500%, 12/01/20
	6,630	City of Tacoma, Washington, Electric System Revenue Bonds, Series 2001A Refunding, 5.750%, 1/01/17 - FSA Insured
	9,000	State of Washington, Motor Vehicle Fuel Tax General Obligation Bonds, Series 2002C, 5.000%, 1/01/21 - FSA Insured
	7,890	Washington State Higher Education Facilities Authority, Revenue Bonds, Pacific Lutheran University Project, Series 1999, 5.950%, 11/01/29 - RAAI Insured
	3,520	Washington State Healthcare Facilities Authority, Revenue Bonds, Children's Hospital and Regional Medical Center, Series 2001, 5.000%, 10/01/21 - AMBAC Insured
-----		
	WISCONSIN - 0.2%	
	1,250	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Series 1998, United Lutheran Program for the Aging, Inc., 5.700%, 3/01/28
-----		
	WYOMING - 0.4%	

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	2,800	Town of Jackson, Wyoming, National Rural Utilities Cooperative Finance Corporation, Guaranteed Gas Supply Revenue Bonds, Lower Valley Power & Light, Inc. Project, Series 1997B, 5.875%, 5/01/26 (Alternative Minimum Tax)	5/07 at 101
<hr style="border-top: 1px dashed black;"/>			
\$	1,033,109	Total Long-Term Investments (cost \$989,034,901) - 152.4%	
<hr style="border-top: 3px double black;"/>			
SHORT-TERM INVESTMENTS - 1.0%			
	2,745	Indiana Health Facility Financing Authority, Variable Rate Demand Revenue Bonds, Fayette Memorial Hospital Association, Series 2002A, 1.400%, 10/01/32+	
	2,400	Minnesota Higher Education Facilities Authority, Variable Rate Demand Revenue Bonds, Olaf College, Series 2002-5M1, 1.350%, 10/01/32+	
	1,975	Health and Educational Facilities Authority of the State of Missouri, Educational Facilities Revenue Bonds, Saint Louis University, Series 2002, Variable Rate Demand Obligations, 1.400%, 7/01/32+	
<hr style="border-top: 1px dashed black;"/>			
\$	7,120	Total Short-Term Investments (cost \$7,120,000)	
<hr style="border-top: 3px double black;"/>			
Total Investments (cost \$996,154,901) - 153.4%			
<hr style="border-top: 1px dashed black;"/>			
Other Assets Less Liabilities - 2.2%			
<hr style="border-top: 1px dashed black;"/>			
Preferred Shares, at Liquidation Value - (55.6)%			
<hr style="border-top: 1px dashed black;"/>			
Net Assets Applicable to Common Shares - 100%			
<hr style="border-top: 3px double black;"/>			

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares.
  
- \* Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.
  
- \*\* Ratings: Using the higher of Standard & Poor's or Moody's rating.
  
- \*\*\* Securities are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensures the timely payment of principal and interest. Such securities are normally considered to be equivalent to AAA rated securities.
  
- N/R Investment is not rated.
  
- # On December 9, 2002, UAL Corporation, the holding company of United Air Lines, Inc., filed for federal bankruptcy protection. The Adviser determined that it was likely United would not remain current on their interest payment obligation with respect to these bonds and thus has stopped accruing interest.
  
- + Security has a maturity of more than one year, but has

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variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based on market conditions or a specified market index.

See accompanying notes to financial statements.

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Nuveen Dividend Advantage Municipal Fund (NAD)  
Portfolio of  
INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	ALABAMA - 0.2%	
\$ 1,500	Alabama 21st Century Authority, Tobacco Settlement Revenue Bonds, Series 2000, 5.750%, 12/01/20	6/10 at 102
	ARIZONA - 2.5%	
15,000	Maricopa County, Arizona, Pollution Control Corporation, Pollution Control Revenue Remarketing Bonds, Series 1994A, El Paso Electric Company, 6.375%, 7/01/14 (Mandatory put 8/01/05)	No Opt. C
	CALIFORNIA - 1.7%	
9,375	Sacramento County Sanitation Districts Financing Authority, California, Revenue Bonds, Series 2000A, Sacramento Regional County Sanitation District, 5.875%, 12/01/27	12/05 at 101
	COLORADO - 2.6%	
10,000	City and County of Denver, Colorado, Airport Revenue Bonds, Series 1996D, 5.500%, 11/15/25 - MBIA Insured	11/06 at 101
1,475	City and County of Denver, Colorado, Multifamily Housing Revenue Bonds (FHA-Insured Mortgage Loan - The Boston Lofts Project), Series 1997A, 5.750%, 10/01/27 (Alternative Minimum Tax)	10/07 at 102
3,205	City and County of Denver, Colorado, Airport Special Facilities Revenue Bonds (Rental Car Projects), Series 1999A, 6.000%, 1/01/12 (Alternative Minimum Tax) - MBIA Insured	1/09 at 101

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CONNECTICUT - 0.5%

	Connecticut Development Authority, Health Facility Refunding Revenue Bonds, Alzheimer's Resource Center of Connecticut, Inc. Project, Series 1994A:	
560	6.875%, 8/15/04	No Opt. C
2,700	7.125%, 8/15/14	8/04 at 102

FLORIDA - 2.7%

1,630	Florida Housing Finance Agency, Housing Revenue Bonds, 1997 Series F, Mar Lago Village Apartments Project, 5.800%, 12/01/17 (Alternative Minimum Tax) - AMBAC Insured	12/07 at 102
13,625	Industrial Development Authority, Martin County, Florida, Industrial Development Revenue Bonds, Indiantown Cogeneration, L.P. Project, Series 1994A, 7.875%, 12/15/25 (Alternative Minimum Tax)	12/04 at 102

GEORGIA - 1.4%

4,000	Water and Sewerage Authority, Forsyth County, Georgia, Revenue Bonds, Series 2000, 6.000%, 4/01/25 (Pre-refunded to 4/01/10)	4/10 at 102
3,500	The Hospital Authority of Hall County and the City of Gainesville, Revenue Anticipation Certificates, Northeast Georgia Health System, Inc. Project, Series 1999, 5.500%, 5/15/29 - MBIA Insured	5/09 at 101

IDAHO - 0.9%

1,140	Idaho Housing and Finance Association, Single Family Mortgage Bonds, 1999 Series E, 5.750%, 1/01/21 (Alternative Minimum Tax)	7/09 at 101
2,010	Idaho Housing and Finance Association, Single Family Mortgage Bonds, 2000 Series D, 6.350%, 7/01/22 (Alternative Minimum Tax)	1/10 at 100
2,000	Idaho Housing and Finance Association, Single Family Mortgage Bonds, 2000 Series E, 5.950%, 7/01/20 (Alternative Minimum Tax)	7/10 at 100

ILLINOIS - 33.6%

3,635	Village of Channahon, Illinois, Revenue Refunding Bonds, Series 1999, Morris Hospital, 5.750%, 12/01/12	12/09 at 102
22,750	City of Chicago, Illinois, General Obligation Bonds, Emergency Telephone System Refunding, Series 1999, 5.500%, 1/01/23 - FGIC Insured	No Opt. C

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
ILLINOIS (continued)		
\$ 7,250	Chicago School Reform Board of Trustees of the Board of Education of the City of Chicago, Illinois, Unlimited Tax General Obligation Bonds, Dedicated Tax Revenues, Series 1999A, 5.500%, 12/01/26 - FGIC Insured	No Opt. C
	City of Chicago, Illinois, Multifamily Housing Revenue Bonds, Archer Court Apartments, FHA/GNMA, Series 1999A:	
955	5.500%, 12/20/19 (Alternative Minimum Tax)	10/10 at 101
1,210	5.600%, 12/20/29 (Alternative Minimum Tax)	10/10 at 101
1,925	5.650%, 12/20/40 (Alternative Minimum Tax)	10/10 at 101
4,940	City of Chicago, Illinois, Wastewater Transmission Revenue Bonds, Series 1995, 5.125%, 1/01/25 - FGIC Insured	1/06 at 102
5,000	City of Chicago, Illinois, Water Revenue Bonds, Series 1997, 5.250%, 11/01/27 - FGIC Insured	11/07 at 102
24,835	Illinois Development Finance Authority, Refunding Revenue Bonds, Series 1999 (The Presbyterian Home Lake Forest Project), 5.625%, 9/01/31 - FSA Insured	9/07 at 102
3,935	Illinois Development Finance Authority, Local Government Program Revenue Bonds, Series 1999A, Round Lake Community Unit School District Number 116 Project, 0.000%, 1/01/15 - MBIA Insured	No Opt. C
2,750	Illinois Educational Facilities Authority, Revenue Bonds, MJH Education Assistance Illinois, LLC, Series 1998D, 5.450%, 9/01/14 - AMBAC Insured	9/09 at 100
	Illinois Health Facilities Authority, Revenue Bonds, Series 1997A (Loyola University Health System):	
1,600	5.000%, 7/01/24 (Pre-refunded to 7/01/07) - MBIA Insured	7/07 at 101
5,400	5.000%, 7/01/24 - MBIA Insured	7/07 at 101
5,490	Illinois Health Facilities Authority, Revenue Refunding Bonds, Series 1996B, Sarah Bush Lincoln Health Center, 5.500%, 2/15/16	2/07 at 102
17,280	Illinois Health Facilities Authority, Converted Adjustable Rate Revenue Bonds, Series 1991A, Highland Park Hospital, 6.000%, 10/01/15 (Pre-refunded to 10/01/07) - FGIC Insured	10/07 at 102
9,960	Illinois Health Facilities Authority, Revenue Bonds, University of Chicago Project, Series 1985A Remarketed, 5.500%, 8/01/20	8/11 at 103
7,245	Illinois Health Facilities Authority, Revenue Refunding Bonds, Series 1991, Proctor Community Hospital Project, 7.375%, 1/01/23	7/03 at 100
	Metropolitan Pier and Exposition Authority, Illinois, McCormick	

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	Place Expansion Project Refunding Bonds, Series 1996A:		
9,750	0.000%, 12/15/22 - MBIA Insured		No Opt. C
13,000	0.000%, 12/15/23 - MBIA Insured		No Opt. C
20,500	Metropolitan Pier and Exposition Authority, Illinois, McCormick Place Expansion Project Bonds, Series 1999A, 5.500%, 12/15/24 - FGIC Insured		12/09 at 101
	Regional Transportation Authority, Cook, DuPage, Kane, Lake, McHenry and Will Counties, Illinois, General Obligation Bonds, Series 1999:		
22,650	5.750%, 6/01/19 - FSA Insured		No Opt. C
3,500	5.750%, 6/01/23 - FSA Insured		No Opt. C
5,000	Robbins, Illinois, Resource Recovery Revenue Bonds, Restructuring Project, Series 1999C, Guaranteed by Foster Wheeler, 7.250%, 10/15/24 (Alternative Minimum Tax)		No Opt. C
4,500	Will County School District No. 122, New Lenox, Illinois, General Obligation Bonds, Series 2000B, 0.000%, 11/01/18 - FSA Insured		No Opt. C

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INDIANA - 3.8%

8,000	Indiana Health Facility Financing Authority, Hospital Revenue Bonds, Clarian Health Obligated Group, Series 2000A, 5.500%, 2/15/26 - MBIA Insured		8/10 at 101
8,755	Indiana Health Facility Financing Authority, Hospital Revenue Bonds, Charity Obligated Group, Series 1999D, 5.500%, 11/15/24 (Pre-refunded to 11/15/09) - MBIA Insured		11/09 at 101
4,190	City of Indianapolis, Indiana, Economic Development Revenue Bonds, Park Tudor Foundation, Inc. Project, Series 1999, 5.700%, 6/01/24		6/09 at 101

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IOWA - 2.0%

11,175	Iowa Higher Education Loan Authority, Private College Facility Revenue Bonds, Waldorf College Project, Series 1999, 7.375%, 10/01/19		10/10 at 102
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Nuveen Dividend Advantage Municipal Fund (NAD) (continued)  
Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
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KANSAS - 0.6%

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\$ 3,825 City of Wichita, Kansas, Water and Sewer Utility Revenue Bonds, Series 1999, 4.000%, 10/01/18 - FGIC Insured 10/06 at 101

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 KENTUCKY - 5.5%

3,030 School District Finance Corporation, Hardin County, Kentucky, School Building Revenue Bonds, Series 2000, 5.750%, 2/01/20 2/10 at 101

Kentucky Economic Development Finance Authority, Hospital System Refunding and Improvement Revenue Bonds, Series 1997, Appalachian Regional Healthcare, Inc. Project:  
 1,850 5.850%, 10/01/17 4/08 at 102  
 5,000 5.875%, 10/01/22 4/08 at 102

Public Properties Corporation, City of Newport, Kentucky, First Mortgage Revenue Bonds, Series 2000A, Public Parking and Plaza Project:  
 16,730 8.375%, 1/01/18 7/10 at 104  
 3,000 8.500%, 1/01/27 7/10 at 104  
 4,985 8.375%, 1/01/27 7/10 at 104

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 LOUISIANA - 1.7%

2,245 City of Lafayette, State of Louisiana, Public Improvement Sales Tax Bonds, Series 2000B, 5.625%, 5/01/25 - FGIC Insured 5/10 at 101

9,545 Tobacco Settlement Financing Corporation, Louisiana, Asset-Backed Bonds, Series 2001B, 5.500%, 5/15/30 5/11 at 101

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 MARYLAND - 0.9%

5,000 Community Development Administration, Maryland Department of Housing and Community Development, Residential Revenue Bonds, 2000 Series G, 5.950%, 9/01/29 (Alternative Minimum Tax) 9/09 at 100

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 MASSACHUSETTS - 1.8%

1,500 Industrial Development Financing Authority, Boston, Massachusetts, Subordinate Revenue Bonds, Crosstown Center Project, Series 2002, 8.000%, 9/01/35 (Alternative Minimum Tax) 9/12 at 102

785 Massachusetts Port Authority, Special Facilities Revenue Bonds, US Air Project, Series 1996-A, 5.875%, 9/01/23 (Alternative Minimum Tax) - MBIA Insured 9/06 at 102

7,000 Massachusetts Port Authority, Special Facilities Revenue Bonds, BOSFUEL Project, Series 1997, 5.500%, 7/01/18 (Alternative Minimum Tax) - MBIA Insured 7/07 at 102

1,170 Massachusetts Housing Finance Agency, Single Family Housing Revenue Bonds, Series 32, 6.600%, 12/01/26 (Alternative Minimum Tax) 12/04 at 102

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
MICHIGAN - 1.6%		
	City of Detroit, Michigan, Water Supply System Revenue Senior Lien Bonds, 2001 Series A:	
2,565	5.250%, 7/01/33 (Pre-refunded to 7/01/11) - FGIC Insured	7/11 at 100
2,435	5.250%, 7/01/33 - FGIC Insured	7/11 at 100
4,000	Charter County of Wayne, Michigan, Detroit Metropolitan Wayne County Airport, Airport Revenue Bonds, Series 1998A, 5.375%, 12/01/16 (Alternative Minimum Tax) - MBIA Insured	12/08 at 101
-----		
MINNESOTA - 0.8%		
2,250	Minneapolis-St. Paul Metropolitan Airports Commission, Minnesota, Special Facilities Revenue Bonds, Northwest Airlines, Inc. Project, Series 2001A, 7.000%, 4/01/25 (Alternative Minimum Tax)	4/11 at 101
2,875	Minnesota Housing Finance Agency, Single Family Mortgage Bonds, 1998 Series H-1 Fixed-Rate Remarketing, 5.650%, 7/01/31 (Alternative Minimum Tax)	1/10 at 101
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MISSOURI - 1.4%		
	Health and Educational Facilities Authority, State of Missouri, Revenue Bonds, SSM Health Care, Series 2001A:	
4,370	5.250%, 6/01/21 - AMBAC Insured	6/11 at 101
3,670	5.250%, 6/01/28 - AMBAC Insured	6/11 at 101
-----		
MONTANA - 1.1%		
\$ 4,945	Montana Board of Housing, Single Family Program Bonds, 2000 Series A-2, 6.450%, 6/01/29 (Alternative Minimum Tax)	12/09 at 100
1,000	Montana Higher Education Student Assistance Corporation, Student Loan Revenue Bonds, Subordinate Series 1999B, 6.400%, 12/01/32 (Alternative Minimum Tax)	12/09 at 100
-----		
NEBRASKA - 0.4%		
2,000	Nebraska Higher Education Loan Program, Inc., Senior Subordinate Bonds, Series A-5A, 6.200%, 6/01/13 (Alternative Minimum Tax) - MBIA Insured	No Opt. C

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	NEW HAMPSHIRE - 1.2%	
6,695	New Hampshire Housing Finance Authority, Single Family Mortgage Acquisition Revenue Bonds, 1995 Series D, 6.550%, 7/01/26 (Alternative Minimum Tax)	7/05 at 102
-----		
	NEW JERSEY - 8.2%	
4,000	Higher Education Student Assistance Authority, State of New Jersey, Student Loan Revenue Bonds, 2000 Series A, 6.000%, 6/01/13 (Alternative Minimum Tax) - MBIA Insured	6/10 at 101
2,000	New Jersey Health Care Facilities Financing Authority, Revenue Bonds, Jersey City Medical Center Issue, FHA-Insured Mortgage, Series 2001, 4.800%, 8/01/21 - AMBAC Insured	8/11 at 100
15,600	New Jersey Economic Development Authority, Solid Waste Facilities Revenue Bonds, Bridgewater Resources, Inc. Project, Series 1999B, 8.250%, 6/01/19 (Alternative Minimum Tax)#	No Opt. C
4,130	New Jersey Transit Corporation, Federal Transit Administration Grants, Certificates of Participation, Series 2002A, 5.500%, 9/15/13 - AMBAC Insured	No Opt. C
4,000	New Jersey Transportation Trust Fund Authority, Transportation System Bonds, 1999 Series A, 5.750%, 6/15/18	No Opt. C
10,000	The Port Authority of New York and New Jersey, Special Project Bonds, Series 6, JFK International Air Terminal LLC Project, 5.900%, 12/01/17 (Alternative Minimum Tax) - MBIA Insured	12/07 at 102
10,000	Tobacco Settlement Financing Corporation, New Jersey, Tobacco Settlement Asset-Backed Bonds, Series 2002: 5.750%, 6/01/32	6/12 at 100
3,165	6.125%, 6/01/42	6/12 at 100
-----		
	NEW YORK - 19.9%	
1,940	Industrial Development Agency, County of Cattaraugus, New York, Tax- Exempt Industrial Development Revenue Bonds, Series 1999A (Laidlaw Energy & Environmental, Inc. Project), 8.500%, 7/01/21 (Alternative Minimum Tax)	No Opt. C
	Long Island Power Authority, New York, Electric System General Revenue Bonds, Series 1998A:	
5,000	5.250%, 12/01/26 - FSA Insured	6/08 at 101
5,000	5.500%, 12/01/29	6/03 at 101
	County of Nassau, New York, General Obligation Serial General Improvement Bonds, Series B:	
4,005	5.250%, 6/01/19 - AMBAC Insured	6/09 at 102
7,005	5.250%, 6/01/20 - AMBAC Insured	6/09 at 102

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7,005	5.250%, 6/01/21 - AMBAC Insured	6/09 at 102
2,000	The City of New York, New York, General Obligation Bonds, Fiscal 1998 Series E, 5.250%, 8/01/14 - AMBAC Insured	2/08 at 101
14,000	The City of New York, New York, General Obligation Bonds, Fiscal 1998 Series F, 5.375%, 8/01/19 - MBIA Insured	2/08 at 101
	New York City Transitional Finance Authority, New York, Future Tax Secured Bonds, Fiscal 1998 Series A:	
2,525	5.000%, 8/15/27 (Pre-refunded to 8/15/07)	8/07 at 101
50	5.000%, 8/15/27	8/07 at 101
12,350	New York City Transitional Finance Authority, New York, Future Tax Secured Bonds, Fiscal 2000 Series C, 5.500%, 11/01/29 (Pre-refunded to 5/01/10)	5/10 at 101
10,000	New York City Transitional Finance Authority, New York, Future Tax Secured Bonds, Fiscal 2000 Series A, 5.750%, 8/15/24 (Pre-refunded to 8/15/09)	8/09 at 101
4,470	Dormitory Authority of the State of New York, Mental Health Services Facilities Improvement Revenue Bonds, Series 1996B, 5.125%, 8/15/21 - MBIA Insured	2/06 at 102

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Nuveen Dividend Advantage Municipal Fund (NAD) (continued)  
Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
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	NEW YORK (continued)	
\$ 4,400	Dormitory Authority of the State of New York, Mental Health Services Facilities Improvement Revenue Bonds, Series 1996E, 5.250%, 2/15/18 - AMBAC Insured	2/07 at 102
2,170	Dormitory Authority of the State of New York, Frances Schervier Home and Hospital Insured Revenue Bonds (Franciscan Health Partnership Obligated Group), Series 1997, 5.500%, 7/01/17 - RAAI Insured	7/07 at 102
7,500	Dormitory Authority of the State of New York, Secured Hospital Revenue Refunding Bonds, Wyckoff Heights Medical Center, Series 1998H, 5.300%, 8/15/21 - MBIA Insured	2/08 at 101
10,000	Dormitory Authority of the State of New York, City University System Consolidated Third General Resolution Revenue Bonds, 1999 Series 1, 5.500%, 7/01/29 (Pre-refunded to 7/01/09) - FSA Insured	7/09 at 101
2,000	Dormitory Authority of the State of New York, City University System Consolidated Third General Resolution Revenue Bonds, 1997 Series 1, 5.375%, 7/01/24 (Pre-refunded to	1/08 at 102

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1/01/08) - FSA Insured

7,500	New York State Urban Development Corporation, Correctional Facilities Revenue Bonds, Series 6, 5.375%, 1/01/25 (Pre-refunded to 1/01/06) - AMBAC Insured	1/06 at 102
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NORTH CAROLINA - 0.6%

3,000	County of Wake, North Carolina, General Obligation School Bonds, Series 2001B, 5.250%, 2/01/17	2/11 at 102
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OHIO - 4.4%

2,300	Amherst Exempted Village School District, Ohio, General Obligation Unlimited Tax School Improvement Bonds, Series 2001, 5.125%, 12/01/21 - FGIC Insured	12/11 at 100
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3,635	County of Franklin, Ohio, Multifamily Housing Mortgage Revenue Bonds, Series 1994A, FHA-Insured Mortgage Loan - Hamilton Creek Apartments Project, 5.550%, 7/01/24 (Alternative Minimum Tax)	1/05 at 103
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5,750	Ohio Water Development Authority, Solid Waste Disposal Revenue Bonds, Bay Shore Power Project, Convertible Series 1998A, 5.875%, 9/01/20 (Alternative Minimum Tax)	9/08 at 102
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13,700	Ohio Water Development Authority, Solid Waste Disposal Revenue Bonds, Bay Shore Power Project, Convertible Series 1998B, 6.625%, 9/01/20 (Alternative Minimum Tax)	9/09 at 102
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1,115	Warren County, Ohio, General Obligation Special Assessment Bonds, Waterstone Boulevard, Series 1997, 5.500%, 12/01/17	12/07 at 101
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OREGON - 0.4%

2,255	Portland, Oregon, Downtown Waterfront Urban Renewal and Redevelopment Bonds, 2000 Series A, 5.500%, 6/15/20 - AMBAC Insured	6/10 at 101
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PENNSYLVANIA - 5.0%

3,480	Hospital Development Authority, Allegheny County, Pennsylvania, Health System Revenue Bonds, Series 2000B, West Penn Allegheny Health System, 9.250%, 11/15/22	11/10 at 102
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2,365	Carbon County Industrial Development Authority, Pennsylvania, Resource Recovery Revenue Refunding Bonds, 2000 Series (Panther Creek Partners Project), 6.650%, 5/01/10 (Alternative Minimum Tax)	No Opt. C
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18,900	City of Philadelphia, Pennsylvania, Airport Revenue Bonds, Series 1998A, Philadelphia Airport System Refunding, 5.500%, 6/15/18 (Alternative Minimum Tax) - FGIC Insured	6/08 at 102
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3,205	The School District of Philadelphia, Pennsylvania, General Obligation Bonds, Series 2002B, 5.625%, 8/01/16 - FGIC Insured	8/12 at 100
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RHODE ISLAND - 2.7%

2,015	City of Central Falls, Rhode Island, General Obligation School Bonds, 6.250%, 5/15/20 - RAAI Insured	5/09 at 102
3,500	Providence Redevelopment Agency, Rhode Island, Public Safety and Municipal Building Projects, Revenue Bonds, 1999 Series A, 5.750%, 4/01/29 - AMBAC Insured	4/10 at 101
12,000	Tobacco Settlement Financing Corporation, Rhode Island, Asset-Backed Bonds, Series 2002A, 6.125%, 6/01/32	6/12 at 100

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
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TENNESSEE - 3.0%

\$ 5,260	Memphis-Shelby County Airport Authority, Tennessee, Airport Revenue Bonds, Series 1999D, 6.000%, 3/01/24 (Alternative Minimum Tax) - AMBAC Insured	3/10 at 101
2,425	Memphis-Shelby County Airport Authority, Tennessee, Airport Revenue Bonds, Series 2001B, 5.125%, 3/01/26 - FSA Insured	3/11 at 100
6,415	Tennessee Housing Development Agency, Homeownership Program Bonds, Issue 2000-1, 6.375% 7/01/25 (Alternative Minimum Tax)	7/10 at 101
2,475	Tennessee Housing Development Agency, Homeownership Program Bonds, Issue 2000-2B, 6.250%, 1/01/20 (Alternative Minimum Tax)	7/10 at 100

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TEXAS - 13.4%

1,000	Alliance Airport Authority, Inc., Texas, Special Facilities Revenue Bonds, Series 1990, American Airlines, Inc. Project, 7.500%, 12/01/29 (Alternative Minimum Tax)	6/03 at 100
10,000	Austin, Texas, Airport System Prior Lien Revenue Bonds, Series 1995A, 6.125%, 11/15/25 (Alternative Minimum Tax) - MBIA Insured	11/05 at 102
2,560	Brazos River Authority, Texas, Pollution Control Revenue Bonds, TXU Electric Company Project, Series 1999C Refunding, 7.700%, 4/01/32 (Alternative Minimum Tax)	4/13 at 101
4,675	Carrollton-Farmers Branch Independent School District,	2/09 at 100

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	Dallas County, Texas, School Building Unlimited Tax Bonds, Series 1999, 6.000%, 2/15/20 (Pre-refunded to 2/15/09)	
	Coppell Independent School District, Dallas County, Texas, Unlimited Tax School Building and Refunding Bonds, Series 1999:	
5,130	0.000%, 8/15/20	8/09 at 52
7,000	0.000%, 8/15/21	8/09 at 49
7,345	0.000%, 8/15/23	8/09 at 44
7,000	0.000%, 8/15/24	8/09 at 41
7,350	0.000%, 8/15/25	8/09 at 39
7,000	0.000%, 8/15/26	8/09 at 36
2,000	Dallas-Ft. Worth, Texas, International Airport Facilities Improvement Corporation, Revenue Refunding Bonds, Series 2000B, American Airlines, 6.050%, 5/01/29 (Alternative Minimum Tax) (Mandatory put 11/01/05)	11/05 at 100
6,000	Dallas-Fort Worth, Texas, International Airport Facilities Improvement Corporation, Revenue Refunding Bonds, Series 2000C, American Airlines, 6.150%, 5/01/29 (Alternative Minimum Tax) (Mandatory put 11/01/07)	11/07 at 100
	Health Facilities Development Corporation, Harris County, Texas, Revenue Bonds, Christus Health, Series 1999A:	
12,000	5.375%, 7/01/24 - MBIA Insured	7/09 at 101
11,000	5.375%, 7/01/29 - MBIA Insured	7/09 at 101
2,500	Jefferson County, Texas, Certificates of Obligation, Series 2000, 6.000%, 8/01/25 (Pre-refunded to 8/01/10) - FSA Insured	8/10 at 100
4,245	Laredo Independent School District, Webb County, Texas, Unlimited Tax School Building Bonds, Series 1999, 5.250%, 8/01/24	8/09 at 100
2,000	City of Laredo, Texas, Sports Venue Sales Tax Revenue Bonds, Series 2001, 5.300%, 3/15/26 - FGIC Insured	3/09 at 100
1,500	City of Port Arthur, Jefferson County, Texas, General Obligation Bonds, Series 1997, 5.000%, 2/15/21 - MBIA Insured	2/07 at 100
10,000	Health Facilities Development Corporation, Tarrant County, Texas, Texas Health Resources System Revenue Bonds, Series 1997A, 5.250%, 2/15/17 - MBIA Insured	2/08 at 102
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	UTAH - 1.6%	
310	Utah Housing Finance Agency, Single Family Mortgage Bonds, 1994 Issue F, Federally Insured or Guaranteed Mortgage Loans, 7.000%, 7/01/27 (Alternative Minimum Tax)	7/04 at 102
	Utah Housing Finance Agency, Single Family Mortgage Bonds, 1999 Series C-2 Class I Bonds:	
2,655	5.700%, 7/01/19 (Alternative Minimum Tax)	1/10 at 101
1,215	5.750%, 7/01/21 (Alternative Minimum Tax)	1/10 at 101

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Nuveen Dividend Advantage Municipal Fund (NAD) (continued)  
 Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	UTAH (continued)	
\$ 2,195	Utah Housing Finance Agency, Single Family Mortgage Bonds, 1999 Series D, Federally Insured or Guaranteed Loans, 5.850%, 7/01/21 (Alternative Minimum Tax)	7/09 at 101
605	Utah Housing Finance Agency, Single Family Mortgage Bonds, 1999 Series F, 6.300%, 7/01/21 (Alternative Minimum Tax)	7/09 at 101
1,800	Utah Housing Finance Agency, Single Family Mortgage Bonds, 2000 Series F-2, Class III, 6.000%, 1/01/15 (Alternative Minimum Tax)	7/10 at 100
-----		
	VIRGINIA - 1.4%	
4,815	Metropolitan Washington Airports Authority, Virginia, Airport System Revenue Bonds, Series 1994A, 5.500%, 10/01/24 (Alternative Minimum Tax) - MBIA Insured	10/04 at 100
3,395	Virginia Small Business Financing Authority, Industrial Development Revenue Bonds, S.I.L. Clean Water, L.L.C. Project, Series 1999, 7.250%, 11/01/24 (Alternative Minimum Tax)	11/09 at 102
-----		
	WASHINGTON - 10.7%	
4,000	Energy Northwest, Washington, Nuclear Project No. 3 Electric Revenue Bonds, Series 2003A Refunding, 5.500%, 7/01/17	7/13 at 100
	Port of Seattle, Washington, Special Facility Revenue Bonds, Terminal 18 Project, Series 1999B:	
1,755	6.000%, 9/01/15 (Alternative Minimum Tax) - MBIA Insured	3/10 at 101
2,590	6.000%, 9/01/16 (Alternative Minimum Tax) - MBIA Insured	3/10 at 101
	Port of Seattle, Washington, Special Facility Revenue Bonds, Terminal 18 Project, Series 1999C:	
875	6.000%, 9/01/15 (Alternative Minimum Tax) - MBIA Insured	3/10 at 101
1,260	6.000%, 9/01/16 (Alternative Minimum Tax) - MBIA Insured	3/10 at 101
9,760	City of Tacoma, Washington, Electric System Revenue Bonds, Series 2001A Refunding, 5.625%, 1/01/21 - FSA Insured	1/11 at 101
7,725	Tobacco Settlement Authority, Washington State, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2002, 6.500%, 6/01/26	6/13 at 100

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11,605	State of Washington, Certificates of Participation, Washington State Convention and Trade Center, Series 1999, 5.250%, 7/01/16 - MBIA Insured	7/09 at 100
3,350	State of Washington, General Obligation Compound Interest Bonds, Series 1999S-2, 0.000%, 1/01/18 - FSA Insured	No Opt. C
	State of Washington, General Obligation Compound Interest Bonds, Series 1999S-3:	
17,650	0.000%, 1/01/20	No Opt. C
18,470	0.000%, 1/01/21	No Opt. C
4,800	Washington Public Power Supply System, Nuclear Project No. 3 Refunding Revenue Bonds, Series 1997-A, 5.250%, 7/01/16 - FSA Insured	7/07 at 102
-----		
	WISCONSIN - 6.0%	
3,810	City of La Crosse, Wisconsin, Industrial Development Refunding Revenue Bonds, Series 1997C, Dairyland Power Cooperative Project, 5.550%, 2/01/15 - AMBAC Insured	12/08 at 102
4,180	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Series 1999, Kenosha Hospital and Medical Center, Inc. Project, 5.625%, 5/15/29	5/09 at 101
	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Series 1999, FH Healthcare Development, Inc. Project:	
8,375	6.250%, 11/15/20	11/09 at 101
5,000	6.250%, 11/15/28	11/09 at 101
12,700	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Series 1999, Mercy Health System Corporation, 5.500%, 8/15/25 - AMBAC Insured	8/09 at 101
-----		
\$ 912,180	Total Long-Term Investments (cost \$819,996,195) - 146.2%	
=====		

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	SHORT-TERM INVESTMENTS - 0.5%	
\$ 3,300	Massachusetts Health and Educational Facilities Authority, Revenue Bonds, Wellesley College Variable Rate Demand Obligations, Series 1999G, 1.250%, 7/01/39+	
-----		
\$ 3,300	Total Short-Term Investments (cost \$3,300,000)	
=====		
	Total Investments (cost \$823,296,195) - 146.7%	
-----		

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Other Assets Less Liabilities - 2.4%

-----  
 Preferred Shares, at Liquidation Value - (49.1)%  
 -----

Net Assets Applicable to Common Shares - 100%  
 =====

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares.
- \* Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.
- \*\* Ratings: Using the higher of Standard & Poor's or Moody's rating.
- \*\*\* Securities are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensures the timely payment of principal and interest. Such securities are normally considered to be equivalent to AAA rated securities.
- N/R Investment is not rated.
- # Non-income producing security, in the case of a bond, generally denotes that issuer has defaulted on the payment of principal or interest or has filed for bankruptcy.
- + Security has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based on market conditions or a specified market index.

See accompanying notes to financial statements.

Nuveen Dividend Advantage Municipal Fund 2 (NXZ)  
 Portfolio of  
 INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	ALABAMA - 4.3%	
\$ 18,500	Huntsville Health Care Authority, Alabama, Revenue Bonds, Series 2001A, 5.750%, 6/01/31	6/11 at 101

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ALASKA - 2.8%

12,220 City of Valdez, Alaska, Marine Terminal Revenue Bonds, 8/03 at 102  
BP Pipelines, Inc., Series 1993, 5.850%, 8/01/25

ARIZONA - 0.6%

2,500 City of Phoenix, Arizona, Civic Improvement Corporation Airport 7/12 at 100  
Revenue Bonds, Series 2002B Senior Lien, 5.250%, 7/01/32  
(Alternative Minimum Tax) - FGIC Insured

ARKANSAS - 0.6%

2,500 Arkansas Development Finance Authority, Single Family 1/12 at 100  
Mortgage Revenue Bonds, GNMA Mortgage-Backed Securities  
Program, 2002 Series C, 5.400%, 1/01/34 (Alternative  
Minimum Tax)

CALIFORNIA - 8.6%

6,000 California Educational Facilities Authority, Revenue Bonds, 6/11 at 101  
Stanford University, Series Q, 5.250%, 12/01/32

13,825 Department of Veterans Affairs of the State of California, 6/06 at 101  
Home Purchase Revenue Bonds, 2001 Series A,  
5.550%, 12/01/25 - AMBAC Insured

5,000 Golden State Tobacco Securitization Corporation, California, 6/13 at 100  
Tobacco Settlement Asset-Backed Bonds, Series 2003-A1,  
6.750%, 6/01/39

8,000 Department of Water and Power of the City of Los Angeles, 7/11 at 100  
California, Waterworks Revenue Bonds, Series 2001A  
Refunding, 5.125%, 7/01/41

6,000 Regional Airports Improvement Corporation, California, 12/12 at 102  
American Airlines, Inc. Terminal 4 Project, Los Angeles  
International Airport Facilities, Sublease Revenue Bonds,  
Series 2002C, 7.500%, 12/01/24 (Alternative Minimum Tax)

240 Yuba County Water Agency, California, Yuba River Development 9/03 at 100  
Revenue Bonds, Series A, 4.000%, 3/01/16

COLORADO - 4.7%

3,000 Colorado Educational and Cultural Facilities Authority, Charter 8/11 at 100  
School Revenue Bonds, Peak to Peak Charter School Project,  
Created by Boulder Valley School District No. RE-2, Boulder  
County, Colorado, 7.500%, 8/15/21

10,000 E-470 Public Highway Authority, Colorado, Senior Revenue 9/10 at 31  
Bonds, Series 2000A, 0.000%, 9/01/28 - MBIA Insured

1,885 Eagle County, Colorado, Air Terminal Corporation, Airport 5/11 at 101

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	Terminal Revenue Bonds, Series 2001, 7.125%, 5/01/31 (Alternative Minimum Tax)	
5,000	Northwest Parkway Public Highway Authority, Colorado, Revenue Bonds, Senior Series 2001A, 5.250%, 6/15/41 - FSA Insured	6/11 at 102
	Northwest Parkway Public Highway Authority, Colorado, Senior Revenue Bonds, Series 2001B:	
22,000	0.000%, 6/15/28 - FSA Insured	6/11 at 35
17,650	0.000%, 6/15/29 - AMBAC Insured	6/11 at 33
-----		
	FLORIDA - 5.2%	
15,000	City of Jacksonville, Florida, Transportation Revenue Bonds, Series 2001, 5.250%, 10/01/29 - MBIA Insured	10/11 at 100
3,000	Miami-Dade County, Florida, Aviation Revenue Bonds, Miami International Airport, Series 2002, 5.375%, 10/01/32 (Alternative Minimum Tax) - FGIC Insured	10/12 at 100
4,000	Miami-Dade County Health Facilities Authority, Florida, Hospital Revenue Bonds, Series 2001A, Miami Children's Hospital Refunding, 5.125%, 8/15/26 - AMBAC Insured	8/11 at 101

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	HAWAII - 2.3%	
	Honolulu City and County, Hawaii, Board of Water Supply, Water System Revenue Bonds, Series 2001:	
\$ 3,000	5.250%, 7/01/26 - FSA Insured	7/11 at 100
6,725	5.250%, 7/01/31 - FSA Insured	7/11 at 100
-----		
	ILLINOIS - 11.8%	
15,270	City of Chicago, Illinois, General Obligation Bonds, Project and Refunding Series 2001A, 5.250%, 1/01/33 - MBIA Insured	1/11 at 101
3,710	City of Chicago, Illinois, Multifamily Housing Revenue Bonds, Stone Terrace Apartments Project, FHA-Insured/GNMA, Series 2001A, 5.750%, 12/20/42 (Alternative Minimum Tax)	12/11 at 100
1,755	City of Chicago, Illinois, Chicago O'Hare International Airport, Special Facility Revenue Bonds, United Air Lines, Inc. Project, Series 2001A, 6.375%, 11/01/35 (Alternative Minimum Tax) (Mandatory put 5/01/13)#	No Opt. C
4,560	City of Chicago, Illinois, Collateralized Single Family Mortgage Revenue Bonds, Series 2001A, 6.250%, 10/01/32 (Alternative	4/11 at 105

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Minimum Tax)

3,180	Illinois Development Finance Authority, Revenue Bonds, Chicago Charter School Foundation Project, Series 2002A, 6.250%, 12/01/32	12/21 at 100
5,000	Illinois Development Finance Authority, Revenue Bonds, Illinois Wesleyan University, Series 2001, 5.500%, 9/01/32 - AMBAC Insured	9/11 at 100
3,100	Illinois Development Finance Authority, Revenue Bonds, Midwestern University, Series 2001B, 6.000%, 5/15/31	5/11 at 101
5,000	Illinois Health Facilities Authority, Revenue Bonds, Series 2001B, Edward Hospital Obligation Group, 5.250%, 2/15/34 - FSA Insured	2/11 at 101
3,000	Illinois Educational Facilities Authority, Student Housing Revenue Bonds, Educational Advancement Foundation Fund, University Center Project, Series 2002, 6.250%, 5/01/34	5/12 at 101
4,980	Metropolitan Pier and Exposition Authority, Illinois, McCormick Place Expansion Project Refunding Bonds, Series 1996A, 5.250%, 6/15/27 - AMBAC Insured	6/06 at 102
5,000	Robbins, Illinois, Resource Recovery Revenue Bonds, Restructuring Project, Series 1999C, Guaranteed by Foster Wheeler, 7.250%, 10/15/24 (Alternative Minimum Tax)	No Opt. C

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INDIANA - 2.2%

2,000	Indianapolis Airport Authority, Indiana, Special Facilities Revenue Bonds, Series 1994 (Federal Express Corporation Project), 7.100%, 1/15/17 (Alternative Minimum Tax)	7/04 at 102
5,000	Indianapolis Airport Authority, Indiana, Special Facilities Revenue Bonds, Series 1995A, United Air Lines, Inc. - Indianapolis Maintenance Center Project, 6.500%, 11/15/31 (Alternative Minimum Tax)#	11/05 at 102
6,000	Saint Joseph County Hospital Authority, Indiana, Health System Revenue Bonds, Madison Center, Inc. Project, Series 1999, 5.800%, 2/15/24	2/09 at 102

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IOWA - 0.2%

1,000	Iowa Higher Education Loan Authority, Private College Facility Revenue Bonds, Wartburg College Project, Series 2002, 5.500%, 10/01/28 - ACA Insured	10/12 at 100
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KANSAS - 3.9%

17,000	City of Wichita, Kansas, Hospital Facilities Improvement and Refunding Revenue Bonds, Series III 2001, Via Christi Health System, Inc., 5.625%, 11/15/31	11/11 at 101
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LOUISIANA - 3.0%		
17,060	Tobacco Settlement Financing Corporation, Louisiana, Asset-Backed Bonds, Series 2001B, 5.875%, 5/15/39	5/11 at 101

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MASSACHUSETTS - 4.2%		
3,300	Massachusetts Port Authority, Special Facilities Revenue Bonds (BOSFUEL Project), Series 1997, 5.750%, 7/01/39 (Alternative Minimum Tax) - MBIA Insured	7/07 at 102
15,000	Massachusetts Turnpike Authority, Metropolitan Highway System Revenue Bonds, 1997 Series A (Senior), 5.000%, 1/01/37 - MBIA Insured	1/07 at 102

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Nuveen Dividend Advantage Municipal Fund 2 (NXZ) (continued)  
Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
<hr/>		
MICHIGAN - 14.7%		
City of Detroit, Michigan, Water Supply System Revenue Senior Lien Bonds, 2001 Series A:		
\$ 20,000	5.500%, 7/01/33 - FGIC Insured	7/11 at 101
15,390	5.250%, 7/01/33 (Pre-refunded to 7/01/11) - FGIC Insured	7/11 at 100
14,610	5.250%, 7/01/33 - FGIC Insured	7/11 at 100
4,000	Michigan Municipal Bond Authority, Public School Academy Revenue Bonds, Detroit Academy of Arts and Sciences, Series 2001, 8.000%, 10/01/31	10/09 at 102
Michigan State Hospital Finance Authority, Revenue and Refunding Bonds (The Detroit Medical Center Obligated Group), Series 1993A:		
2,000	6.250%, 8/15/13	8/03 at 102
4,000	6.500%, 8/15/18	8/03 at 102
2,000	Michigan State Hospital Finance Authority, Hospital Revenue Bonds (The Detroit Medical Center Obligated Group), Series 1998A, 5.125%, 8/15/18	8/08 at 101
<hr/>		
MINNESOTA - 3.3%		
14,000	Minneapolis-St. Paul Metropolitan Airports Commission, Minnesota, Airport Revenue Bonds, Series 2001A, 5.250%, 1/01/32 - FGIC Insured	1/11 at 100

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	MISSOURI - 4.9%	
21,000	Health and Educational Facilities Authority of the State of Missouri, Revenue Bonds, SSM Health Care, Series 2001A, 5.250%, 6/01/28 - AMBAC Insured	6/11 at 101
-----		
	MONTANA - 1.3%	
5,610	Montana Board of Housing, Single Family Program Bonds, 2001 Series A-2, 5.700%, 6/01/32 (Alternative Minimum Tax)	12/10 at 100
-----		
	NEVADA - 3.8%	
12,275	Director of the State of Nevada, Department of Business and Industry, Las Vegas Monorail Project Revenue Bonds, 1st Tier Series 2000, 5.375%, 1/01/40 - AMBAC Insured	1/10 at 100
4,000	Henderson, Nevada, Healthcare Facility Revenue Bonds, Catholic Healthcare West, Series 1998A, 5.250%, 7/01/18	7/08 at 101
-----		
	NEW HAMPSHIRE - 5.7%	
12,200	Business Finance Authority of the State of New Hampshire, Pollution Control Refunding Revenue Bonds, The United Illuminating Company Project, 1993 Series A, 5.875%, 10/01/33	10/03 at 102
8,000	New Hampshire Business Finance Authority, Pollution Control Revenue Bonds, Connecticut Light and Power Company, Series 1992A Refunding, Remarketed, 5.850%, 12/01/22	10/08 at 102
4,575	New Hampshire Housing Finance Authority, Single Family Mortgage Acquisition Bonds, Series 2001A, 5.700%, 1/01/31 (Alternative Minimum Tax)	5/11 at 100
-----		
	NEW JERSEY - 1.2%	
3,995	New Jersey Economic Development Authority, Special Facilities Revenue Bonds, Continental Airlines, Inc. Project, Series 2000, 7.000%, 11/15/30 (Alternative Minimum Tax)	11/10 at 101
	Tobacco Settlement Financing Corporation, New Jersey, Tobacco Settlement Asset-Backed Bonds, Series 2003:	
425	6.750%, 6/01/39	6/13 at 100
2,700	6.250%, 6/01/43	6/13 at 100
-----		
	NEW MEXICO - 5.2%	

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	New Mexico Hospital Equipment Loan Council, Hospital Revenue Bonds, Presbyterian Healthcare Services, Series 2001A:		
12,000	5.500%, 8/01/25		8/11 at 101
10,800	5.500%, 8/01/30		8/11 at 101

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NEW YORK - 6.3%

6,000	Long Island Power Authority, New York, Electric System General Revenue Bonds, 2000 Series L, 5.375%, 5/01/33		5/11 at 100
14,500	New York City Municipal Water Finance Authority, New York, Water and Sewer System Revenue Bonds, Fiscal 2001 Series C, 5.125%, 6/15/33		6/11 at 101

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
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NEW YORK (continued)

\$ 5,000	New York City Industrial Development Agency, New York, Special Facility Revenue Bonds, American Airlines, Inc. - John F. Kennedy International Airport Project, Series 2002B, 8.500%, 8/01/28 (Alternative Minimum Tax)		8/12 at 101
4,900	Dormitory Authority of the State of New York, Mount Sinai NYU Health Obligated Group Revenue Bonds, Series 2000A, 6.625%, 7/01/19		7/10 at 101

-----  
NORTH CAROLINA - 1.9%

2,950	North Carolina Capital Facilities Financing Agency, Educational Facilities Revenue Bonds, Johnson and Wales University Project, Series 2003A, 5.000%, 4/01/33 (DD, settling 5/01/03) - XLCA Insured		4/13 at 100
830	North Carolina Eastern Municipal Power Agency, Power System Revenue Bonds, Refunding Series 1993, 6.250%, 1/01/12		7/03 at 102
4,500	North Carolina Eastern Municipal Power Agency, Power System Revenue Bonds, Series 1999B Refunding, 5.600%, 1/01/15		1/09 at 102

-----  
NORTH DAKOTA - 1.0%

4,455	North Dakota Housing Finance Agency, Housing Finance Program, Home Mortgage Finance Program Bonds, 2001 Series A Refunding, 5.550%, 1/01/32 (Alternative Minimum Tax)		7/10 at 100
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OHIO - 0.4%		
1,845	Board of Education, City School District of Columbus, Franklin County, Ohio, General Obligation Bonds, Series 2003, 5.000%, 12/01/28 (WI, settling 5/01/03) - FGIC Insured	6/13 at 100

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OKLAHOMA - 0.5%		
2,655	Oklahoma Development Finance Authority, Hillcrest Healthcare System Revenue and Refunding Bonds, Series 1999A, 5.125%, 8/15/10 (DD, settling 5/01/03)	8/09 at 101

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OREGON - 3.9%		
8,000	Hospital Facility Authority of Clackamas County, Oregon, Revenue Bonds, Legacy Health System Refunding Series 2001, 5.250%, 5/01/21	5/11 at 101
9,000	State of Oregon Department of Administrative Services, Certificates of Participation, 2001 Series D, 5.000%, 5/01/26 - AMBAC Insured	5/11 at 101

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PENNSYLVANIA - 8.2%		
5,000	Hospital Development Authority, Allegheny County, Pennsylvania, Health System Revenue Bonds, Series 2000B, West Penn Allegheny Health System, 9.250%, 11/15/30	11/10 at 102
8,000	Pennsylvania Higher Educational Facilities Authority, UPMC Health System Revenue Bonds, Series 2001A, 6.000%, 1/15/31	1/11 at 101
	City of Philadelphia, Pennsylvania, Gas Works Revenue Bonds, Fourteenth Series:	
10,000	6.375%, 7/01/14 (Pre-refunded to 7/01/03)	7/03 at 102
12,000	6.375%, 7/01/26 (Pre-refunded to 7/01/03)	7/03 at 102

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SOUTH DAKOTA - 1.1%		
4,820	South Dakota Housing Development Authority, Homeownership Mortgage Bonds, 1997 Series E4, Remarketed, 5.450%, 5/01/18 (Alternative Minimum Tax)	5/09 at 102

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TEXAS - 22.0%		
7,500	City of Austin, Texas, Electric Utility System Revenue Bonds, Series 2001 Refunding, 5.000%, 11/15/30 - FSA Insured	11/10 at 100
	Dallas-Fort Worth International Airport Public Facility Improvement Corporation, Texas, Airport Hotel Revenue Bonds,	

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	Series 2001:	
15,000	5.250%, 1/15/26 - FSA Insured	1/09 at 100
1,750	5.200%, 1/15/31 - FSA Insured	1/09 at 100
10,000	Gulf Coast Industrial Development Authority, Texas, Solid Waste Disposal Revenue Bonds, Citgo Petroleum Project, Series 1998, 8.000%, 4/01/28 (Alternative Minimum Tax)	4/12 at 100
40,000	Harris County-Houston Sports Authority, Texas, Senior Lien Revenue Refunding Bonds, Series 2001A, 0.000%, 11/15/40 - MBIA Insured	11/30 at 54

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Nuveen Dividend Advantage Municipal Fund 2 (NXZ) (continued)  
Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	TEXAS (continued)	
\$ 30,980	Harris County-Houston Sports Authority, Texas, Junior Lien Revenue Refunding Bonds, Series 2001B, 5.250%, 11/15/40 - MBIA Insured	11/11 at 100
10,715	Hays Consolidated Independent School District, Hays County, Texas, General Obligation School Building Bonds, Series 2001: 0.000%, 8/15/25	8/11 at 43
12,940	0.000%, 8/15/26	8/11 at 40
5,000	City of Houston, Texas, Hotel Occupancy Tax and Special Revenue Bonds, Series 2001B, Convention Project: 0.000%, 9/01/30 - AMBAC Insured	No Opt. C
5,000	0.000%, 9/01/31 - AMBAC Insured	No Opt. C
5,000	Metro Health Facilities Development Corporation, Texas, Hospital Revenue Bonds, Wilson N. Jones Memorial Hospital Project, Series 2001, 7.250%, 1/01/31	1/11 at 100
10,500	State of Texas, General Obligation Bonds, Water Financial Assistance Program, Series 2001, 5.250%, 8/01/35	8/11 at 100
2,000	Health Facilities Development Corporation, Tom Green County, Texas, Hospital Revenue Bonds, Shannon Health System Project, Series 2001, 6.750%, 5/15/21	5/11 at 101
	UTAH - 0.9%	
4,000	Intermountain Power Agency, Utah, Power Supply Revenue , Refunding Bonds, 1993 Series A, 5.500% 7/01/20	7/03 at 102

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WASHINGTON - 3.4%

7,250	The City of Seattle, Washington, Municipal Light and Power Improvements and Refunding Revenue Bonds, Series 2001, 5.125%, 3/01/26 - FSA Insured	3/11 at 100
7,500	Washington State Health Care Facilities Authority, Revenue Bonds, Series 2001A, Providence Health System, 5.250%, 10/01/21 - MBIA Insured	10/11 at 100

-----  
 WISCONSIN - 1.9%

7,070	Wisconsin Housing and Economic Development Authority, Home Ownership Program Bonds, 2001 Series, 5.750%, 3/01/32 (Alternative Minimum Tax)	6/11 at 100
1,000	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Divine Savior Healthcare, Series 2002A, 7.375%, 5/01/26	5/12 at 100

-----  
 \$ 748,200 Total Long-Term Investments (cost \$626,368,132) - 146.0%  
 =====

SHORT-TERM INVESTMENTS - 0.8%

3,500	Indiana Educational Facilities Authority, Educational Facilities Revenue Bonds, DePauw Project, Series 2002, Variable Rate Demand Obligations, 1.350%, 7/01/32+
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-----  
 \$ 3,500 Total Short-Term Investments (cost \$3,500,000)  
 =====

Total Investments (cost \$629,868,132) - 146.8%

-----  
 Other Assets Less Liabilities - 3.0%

-----  
 Preferred Shares, at Liquidation Value - (49.8)%  
 -----

Net Assets Applicable to Common Shares - 100%  
 =====

(1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares.

\* Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.

\*\* Ratings: Using the higher of Standard & Poor's or Moody's rating.

\*\*\* Securities are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensures the timely payment of principal and interest. Such securities are normally considered to be equivalent to AAA rated securities.

N/R Investment is not rated.

(DD) Security purchased on a delayed delivery basis.

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(WI) Security purchased on a when-issued basis.

- # On December 9, 2002, UAL Corporation, the holding company of United Air Lines, Inc., filed for federal bankruptcy protection. The Adviser determined that it was likely United would not remain current of their interest payment obligations with respect to these bonds and thus has stopped accruing interest.
- + Security has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based on market conditions or a specified market index.

See accompanying notes to financial statements.

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Nuveen Dividend Advantage Municipal Fund 3 (NZF)  
 Portfolio of  
 INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
-----		
	ALABAMA - 1.0%	
\$ 5,655	Alabama State Port Authority, Docks Facilities Revenue Bonds, Series 2001, 5.250%, 10/01/26 (Alternative Minimum Tax) - MBIA Insured	10/11 at 100
-----		
	ALASKA - 0.7%	
4,000	Alaska Student Loan Corporation, Student Loan Revenue Bonds, 1998 Series A, 5.250%, 7/01/14 (Alternative Minimum Tax) - AMBAC Insured	7/08 at 100
-----		
	ARKANSAS - 0.9%	
	Sparks Regional Medical Center, Sebastian County, Arkansas, Public Health Facilities Board, Hospital Revenue Improvement Bonds, Series 2001A:	
1,805	5.500%, 11/01/13	11/11 at 101
1,900	5.500%, 11/01/14	11/11 at 101
1,500	5.250%, 11/01/21	11/11 at 101
-----		
	CALIFORNIA - 9.4%	

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5,000	California Infrastructure and Economic Development Bank, Revenue Bonds, Kaiser Hospital Assistance I-LLC, Series 2001A, 5.550%, 8/01/31	8/11 at 102
18,850	State of California, Veterans General Obligation Bonds, 2001 Series BZ, 5.350%, 12/01/21 (Alternative Minimum Tax) - MBIA Insured	6/07 at 101
	Regional Airports Improvement Corporation, Los Angeles, California, Lease Revenue Refunding Bonds, LAXFUEL Corporation at Los Angeles International Airport, Series 2001:	
13,955	5.750%, 1/01/16 (Alternative Minimum Tax) - AMBAC Insured	1/12 at 100
5,000	5.375%, 1/01/21 (Alternative Minimum Tax) - AMBAC Insured	1/12 at 100
1,500	5.250%, 1/01/23 (Alternative Minimum Tax) - AMBAC Insured	1/12 at 100
10,000	5.500%, 1/01/32 (Alternative Minimum Tax) - AMBAC Insured	1/12 at 100

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COLORADO - 8.3%

2,250	Canterberry Crossing Metropolitan District II, Parker, Colorado, General Obligation Limited Tax Bonds, Series 2002, 7.375%, 12/01/32	12/12 at 100
1,775	Colorado Educational and Cultural Facilities Authority, Charter School Revenue Bonds, Series 2001, Frontier Academy Project in Weld County, School District No. 6, 7.375%, 6/01/31	6/11 at 100
3,250	Colorado Educational and Cultural Facilities Authority, Charter School Revenue Bonds, Montessori Peaks Building Foundation, Series 2002A, 8.000%, 5/01/32	5/12 at 102
1,700	Colorado Educational and Cultural Facilities Authority, Charter School Revenue Bonds, Belle Creek Education Center, Series 2002A, 7.625%, 3/15/32	3/12 at 100
5,060	Colorado Housing and Finance Authority, Multifamily Project Bonds, Class I, 2001 Series A-1, 5.500%, 4/01/31 (Alternative Minimum Tax)	10/11 at 100
10,000	City of Colorado Springs, Colorado, Utilities System Improvement and Refunding Revenue Bonds, Series 1997A, 5.375%, 11/15/26	11/07 at 100
2,000	City and County of Denver, Colorado, Airport System Revenue Refunding Bonds, Series 2001A, 5.500%, 11/15/16 (Alternative Minimum Tax) - FGIC Insured	11/11 at 100
	City and County of Denver, Colorado, Airport System Revenue Bonds, Series 1996A:	
19,150	5.750%, 11/15/16 - MBIA Insured	11/06 at 101
1,105	5.500%, 11/15/25 - MBIA Insured	11/06 at 101

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CONNECTICUT - 2.1%

7,790	Connecticut Housing Finance Authority, Housing Mortgage Finance Program Bonds, 2000 Series B, Subseries B-2, 5.850%, 5/15/31 (Alternative Minimum Tax)	11/09 at 100
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4,025 Connecticut Housing Finance Authority, Housing Mortgage Finance Program Bonds, 2001 Series A, Subseries A-2, 5.350%, 11/15/22 (Alternative Minimum Tax) 5/10 at 100

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Nuveen Dividend Advantage Municipal Fund 3 (NZF) (continued)  
Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	DELAWARE - 0.7%	
\$ 4,000	Delaware State Housing Authority, Multifamily Mortgage Revenue Bonds, Series 2001A, 5.400%, 7/01/24	7/12 at 100
	DISTRICT OF COLUMBIA - 1.1%	
6,000	District of Columbia, Revenue Bonds (The Catholic University of America Issue), Series 1999, 5.625%, 10/01/29 - AMBAC Insured	10/09 at 101
	FLORIDA - 1.7%	
2,000	Dade County, Florida, Water and Sewer System Revenue Bonds, Series 1997, 5.375%, 10/01/16 - FGIC Insured	10/07 at 102
1,105	Housing Finance Authority, Orange County, Florida, Multifamily Housing Revenue Bonds, Oak Glen Apartments, Series 2001G: 5.400%, 12/01/32 (Alternative Minimum Tax) - FSA Insured	12/11 at 100
2,195	5.450%, 12/01/41 (Alternative Minimum Tax) - FSA Insured	12/11 at 100
4,175	Pace Property Finance Authority, Inc., Florida, Utility System Improvement and Refunding Revenue Bonds, Series 1997, 5.250%, 9/01/17 - AMBAC Insured	9/07 at 102
	GEORGIA - 2.3%	
5,000	City of Atlanta, Georgia, Airport General Revenue Bonds, Series 2000B, 5.625%, 1/01/30 (Alternative Minimum Tax) - FGIC Insured	1/10 at 101
2,700	Atlanta, Georgia, Tax Allocation Bonds, Atlantic Station Project, Series 2001, 7.900%, 12/01/24	12/11 at 101
3,600	Gainesville and Hall County Hospital Authority, Georgia, Revenue Anticipation Certificates, Northeast Georgia Health System, Inc. Project, Series 2001, 5.500%, 5/15/31	5/11 at 100
2,000	Henry County Water and Sewerage Authority, Georgia,	2/10 at 101

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Water and Sewerage Revenue Bonds, Series 2000,  
5.625%, 2/01/30 - FGIC Insured

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HAWAII - 0.9%		
5,125	State of Hawaii, Highway Revenue Bonds, Series 2001, 5.375%, 7/01/21 - FSA Insured	7/11 at 100

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ILLINOIS - 16.7%		
3,000	City of Chicago, Illinois, General Obligation Bonds, Neighborhoods Alive 21 Program, Series 2001A, 5.500%, 1/01/31 - FGIC Insured	1/11 at 100
8,375	City of Chicago, Illinois, Midway Airport Revenue Bonds, Series 2001A, 5.500%, 1/01/19 (Alternative Minimum Tax) - FSA Insured	1/11 at 101
4,950	City of Chicago, Illinois, Chicago O'Hare International Airport, Second Lien Passenger Facility Charge Revenue Bonds, Series 2001A, 5.375%, 1/01/32 (Alternative Minimum Tax) - AMBAC Insured	1/11 at 101
1,750	City of Chicago, Illinois, Sales Tax Revenue Bonds, Series 1998, 5.250%, 1/01/28 - FGIC Insured	7/08 at 102
10,800	City of Chicago, Illinois, Sales Tax Revenue Bonds, Series 1999, 5.375%, 1/01/30 (Pre-refunded to 1/01/09) - FGIC Insured	1/09 at 101
	City of Chicago, Illinois, Second Lien Wastewater Transmission Revenue Bonds, Series 2001A:	
2,220	5.500%, 1/01/16 - MBIA Insured	No Opt. C
8,610	5.500%, 1/01/26 - AMBAC Insured	1/11 at 100
10,000	City of Chicago, Illinois, Senior Lien Water Revenue Bonds, Series 2001, 5.000%, 11/01/26 - AMBAC Insured	11/11 at 100
1,000	Illinois Health Facilities Authority, Revenue Bonds, Series 2000, Condell Medical Center, 6.500%, 5/15/30	5/10 at 101
15,000	Illinois Health Facilities Authority, Revenue Bonds, Loyola University Health System, Series 2001A, 6.125%, 7/01/31	7/11 at 100
9,000	Illinois Health Facilities Authority, Revenue Bonds, Covenant Retirement Communities, Inc., Series 2001, 5.875%, 12/01/31	12/11 at 101
2,000	Metropolitan Pier and Exposition Authority, Illinois, McCormick Place Expansion Project Refunding Bonds, Series 1998A, 5.500%, 6/15/29 - FGIC Insured	No Opt. C

PRINCIPAL		OPTIONAL C
AMOUNT (000)	DESCRIPTION(1)	PROVISIO

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ILLINOIS (continued)

\$	16,900	Metropolitan Pier and Exposition Authority, Illinois, McCormick Place Expansion Project Bonds, Series 1999A, 5.250%, 12/15/28 - FGIC Insured	12/09 at 101
	4,000	Robbins, Illinois, Resource Recovery Revenue Bonds, Restructuring Project, Series 1999C, Guaranteed by Foster Wheeler, 7.250%, 10/15/24 (Alternative Minimum Tax)	No Opt. C

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INDIANA - 4.9%

		Clark-Pleasant Community School Building Corporation, Indiana, First Mortgage Bonds, Series 2001:	
	1,255	5.000%, 7/15/21 - AMBAC Insured	1/12 at 100
	1,000	5.000%, 1/15/26 - AMBAC Insured	1/12 at 100
		Evansville Vanderburgh Public Library Leasing Corporation, Indiana, First Mortgage Bonds, Series 2001:	
	2,000	5.750%, 7/15/18 - MBIA Insured	7/12 at 100
	2,750	5.125%, 1/15/24 - MBIA Insured	1/12 at 100
	3,490	City of Gary, Indiana, Mortgage Revenue Bonds, Windsor Square Project, GNMA/FHA, Series 2001A, 5.375%, 10/20/41 (Alternative Minimum Tax)	11/11 at 102
	1,250	Hamilton Southeastern Cumberland Campus School Building Corporation, Indiana, First Mortgage Bonds, Series 2001, 5.125%, 1/15/23 - AMBAC Insured	1/12 at 100
	9,500	Indiana Educational Facilities Authority, Educational Facilities Revenue Bonds, Series 2001, Butler University Project, 5.500%, 2/01/26 - MBIA Insured	2/11 at 100
	3,000	Indianapolis Airport Authority, Indiana, Specialty Facility Revenue Bonds, Series 1995A, United Air Lines, Inc. - Indianapolis Maintenance Center Project, 6.500%, 11/15/31 (Alternative Minimum Tax)#	11/05 at 102
	3,500	University of Southern Indiana, Student Fee Bonds, Series 2001H, 5.000%, 10/01/21 - AMBAC Insured	10/11 at 100
		Wayne County Jail Holding Corporation, Indiana, First Mortgage Bonds, Series 2001:	
	1,150	5.625%, 7/15/18 - AMBAC Insured	1/13 at 101
	1,090	5.500%, 7/15/22 - AMBAC Insured	1/13 at 101

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IOWA - 4.4%

	2,000	Iowa Finance Authority, Healthcare Facilities Revenue Bonds, Great River Medical Center, Series 2001, 5.250%, 5/15/31 - FSA Insured	5/11 at 100
	28,000	Tobacco Settlement Authority, Iowa, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2001B: 5.300%, 6/01/25	6/11 at 101

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3,950 5.600%, 6/01/35

6/11 at 101

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 KENTUCKY - 3.2%

18,500 Louisville and Jefferson County Metropolitan Sewer District,  
 Kentucky, Sewer and Drainage System Revenue Bonds,  
 2001 Series A, 5.125%, 5/15/27 - MBIA Insured

11/11 at 101

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 LOUISIANA - 3.6%

19,890 Tobacco Settlement Financing Corporation, Louisiana,  
 Asset-Backed Bonds, Series 2001B, 5.875%, 5/15/39

5/11 at 101

6,000 Parish of West Feliciana, State of Louisiana, Remarketed  
 Pollution Control Revenue Bonds, Gulf States Utilities  
 Company Project, Series 1985-A, 7.500%, 5/01/15

5/03 at 102

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 MAINE - 1.4%

Maine State Housing Authority, Mortgage Purchase Bonds,  
 2001 Series B:

4,610 5.400%, 11/15/21 (Alternative Minimum Tax)

11/10 at 100

3,750 5.500%, 11/15/32 (Alternative Minimum Tax)

11/10 at 100

-----  
 MARYLAND - 2.3%

Community Development Administration, Department of Housing and  
 Community Development, State of Maryland, Multifamily Housing  
 Revenue Bonds, Insured Mortgage Loan, 2001 Series B:

1,175 5.250%, 5/15/21 (Alternative Minimum Tax)

5/11 at 100

1,585 5.250%, 7/01/21 (Alternative Minimum Tax)

7/11 at 100

10,600 Maryland Energy Financing Administration, Limited Obligation  
 Cogeneration Revenue Bonds, AES Warrior Run Project,  
 Series 1995, 7.400%, 9/01/19 (Alternative Minimum Tax)

9/05 at 102

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Nuveen Dividend Advantage Municipal Fund 3 (NZF) (continued)  
 Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
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MASSACHUSETTS - 1.0%

\$ 5,000 Massachusetts Port Authority, Special Facilities Revenue  
 Bonds, Delta Air Lines, Inc. Project, Series 2001A,

1/11 at 101

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5.500%, 1/01/18 (Alternative Minimum Tax) -  
AMBAC Insured

930 Massachusetts Housing Finance Agency, Single Family Housing Revenue Bonds, Series 71, 5.650%, 6/01/31 (Alternative Minimum Tax) - FSA Insured 6/09 at 100

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MICHIGAN - 8.2%

15,000 School District of the City of Detroit, Wayne County, Michigan, School Building and Site Improvement Bonds, Unlimited Tax General Obligation, Series 2001A, 6.000%, 5/01/29 - FSA Insured No Opt. C

11,000 Kent Hospital Finance Authority, Michigan, Revenue Bonds, Spectrum Health, Series 2001A, 5.500%, 1/15/31 7/11 at 101

Michigan State Hospital Finance Authority, Hospital Revenue Refunding Bonds, Sparrow Obligated Group, Series 2001:  
1,400 5.500%, 11/15/21 11/11 at 101  
2,500 5.625%, 11/15/31 11/11 at 101

12,640 City of Royal Oak, Michigan, Hospital Finance Authority, Hospital Revenue Bonds, William Beaumont Hospital, Series 2001M, 5.250%, 11/15/31 - MBIA Insured 11/11 at 100

2,395 Ypsilanti Community Utilities Authority, County of Washtenaw, State of Michigan, Sanitary Sewer System No. 3 Bonds, Charter Township of Ypsilanti, 5.100%, 5/01/31 - FGIC Insured 5/11 at 100

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MINNESOTA - 0.4%

2,400 Community Development Agency of Dakota County, Minnesota, Multifamily Housing Revenue Bonds, Rose Apartments Project, Series 2001, 6.350%, 10/20/37 (Alternative Minimum Tax) 10/11 at 105

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MISSISSIPPI - 0.4%

2,155 Mississippi Business Finance Corporation, Retirement Facility Revenue Refunding Bonds, Series 1999A, GNMA Collateralized Aldersgate Retirement Community, Inc. Project, 5.450%, 5/20/34 5/09 at 103

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MISSOURI - 2.6%

2,000 Fenton, Missouri, Tax Increment Bonds, Gravois Bluffs Project, Series 2002 Refunding and Improvement, 6.125%, 10/01/21 10/12 at 100

Missouri Development Finance Board, Cultural Facilities Revenue Bonds, The Nelson Gallery Foundation, Series 2001A:  
3,335 5.250%, 12/01/19 - MBIA Insured 12/11 at 100  
3,510 5.250%, 12/01/20 - MBIA Insured 12/11 at 100

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3,695	5.250%, 12/01/21 - MBIA Insured	12/11 at 100
2,040	5.250%, 12/01/22 - MBIA Insured	12/11 at 100

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MONTANA - 0.8%

5,000	Montana State Board of Investments, Exempt Facility Revenue Bonds, Series 2000, Stillwater Mining Company Project, 8.000%, 7/01/20 (Alternative Minimum Tax)	7/10 at 101
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NEBRASKA - 1.5%

	Nebraska Investment Finance Authority, Single Family Housing Revenue Bonds, 2001 Series D:	
3,680	5.250%, 9/01/21 (Alternative Minimum Tax)	9/11 at 100
4,980	5.375%, 9/01/32 (Alternative Minimum Tax)	9/11 at 100

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NEVADA - 7.3%

35,000	Clark County, Nevada, General Obligation Limited Tax Bond Bank Bonds, Series 2000, 5.500%, 7/01/30 - MBIA Insured	7/10 at 100
1,620	Nevada Housing Division, Single Family Mortgage Bonds, 1998 Senior Series A-1, 5.300%, 4/01/18 (Alternative Minimum Tax)	4/08 at 101
4,290	University of Nevada, University Revenue Bonds, Community College System Project, Series 2001A, 5.250%, 7/01/26 - FGIC Insured	1/12 at 100

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NEW HAMPSHIRE - 0.4%

2,000	New Hampshire Health and Education Authority, Hospital Revenue Bonds, Concord Hospital Issue, Series 2001, 5.500%, 10/01/21 - FSA Insured	10/11 at 101
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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
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NEW JERSEY - 2.5%

\$	10,000	New Jersey Economic Development Authority, Water Facilities Revenue Bonds, New Jersey-American Water Company Project, Series 2002A, 5.250%, 11/01/32 (Alternative Minimum Tax) - AMBAC Insured	11/12 at 101
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4,125	New Jersey Transit Corporation, Federal Transit Administration Grants, Certificates of Participation, Series 2002A, 5.500%, 9/15/13 - AMBAC Insured	No Opt. C
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NEW YORK - 5.0%		
1,780	Village of East Rochester Housing Authority, New York, Revenue Bonds, GNMA Security - Gates Senior Housing, Inc. Project, Series 2001, 5.300%, 4/20/31	10/11 at 101
5,350	Metropolitan Transportation Authority, New York, Dedicated Tax Fund Bonds, Series 2001A, 5.000%, 11/15/31 - FGIC Insured	11/11 at 100
4,155	Monroe County Airport Authority, New York, Greater Rochester International Airport Revenue Refunding Bonds, Series 1999, 5.750%, 1/01/13 (Alternative Minimum Tax) - MBIA Insured	No Opt. C
2,500	The City of New York, New York, General Obligation Bonds, Fiscal 2002 Series G, 5.625%, 8/01/20 - MBIA Insured	8/12 at 100
	New York City Municipal Water Finance Authority, New York, Water and Sewer System Revenue Bonds, Fiscal 2001 Series A:	
8,210	5.500%, 6/15/33 - MBIA Insured	6/10 at 101
5,710	5.500%, 6/15/33 - FGIC Insured	6/10 at 101
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OHIO - 3.4%		
8,185	Ohio Housing Finance Agency, Residential Mortgage Revenue Bonds, 1998 Series A1, 5.300%, 9/01/19 (Alternative Minimum Tax) - FSA Insured	3/08 at 101
8,000	Ohio Water Development Authority, Solid Waste Disposal Revenue Bonds, Bay Shore Power Project, Convertible Series 1998B, 6.625%, 9/01/20 (Alternative Minimum Tax)	9/09 at 102
	Portage County, Ohio, General Obligation Bonds, Series 2001:	
1,870	5.000%, 12/01/21 - FGIC Insured	12/11 at 100
1,775	5.000%, 12/01/23 - FGIC Insured	12/11 at 100
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OKLAHOMA - 0.1%		
1,000	Oklahoma Development Finance Authority, Hillcrest Healthcare System Revenue and Refunding Bonds, Series 1999A, 5.125%, 8/15/10	8/09 at 101
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OREGON - 2.5%		
4,700	Oregon Health, Housing, Educational and Cultural Facilities Authority, Revenue Bonds, Peacehealth Issue, Series 2001, 5.250%, 11/15/21 - AMBAC Insured	11/11 at 101
10,000	State of Oregon, Housing and Community Services Department, Multifamily Housing Revenue Bonds, Series 2000A,	7/10 at 100

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6.050%, 7/01/42 (Alternative Minimum Tax)

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PENNSYLVANIA - 1.9%		
	Hospital Development Authority, Allegheny County, Pennsylvania, Health System Revenue Bonds, Series 2000B, West Penn Allegheny Health System:	
2,000	9.250%, 11/15/22	11/10 at 102
2,000	9.250%, 11/15/30	11/10 at 102
3,500	Pennsylvania Economic Development Finance Authority, Resource Recovery Revenue Bonds, Senior Series 1994A (Northampton Generating Project), 6.600%, 1/01/19 (Alternative Minimum Tax)	1/04 at 102
3,205	The School District of Philadelphia, Pennsylvania, General Obligation Bonds, Series 2002B, 5.625%, 8/01/16 - FGIC Insured	8/12 at 100

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SOUTH CAROLINA - 1.6%		
2,185	Greenville County, South Carolina, Special Source Revenue Bonds, Series 2001 Road Improvement Project, 5.500%, 4/01/21 - AMBAC Insured	4/11 at 101
6,850	South Carolina Transportation Infrastructure Bank, Revenue Bonds, Series 2001A, 5.500%, 10/01/22 - AMBAC Insured	10/11 at 100

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Nuveen Dividend Advantage Municipal Fund 3 (NZF) (continued)  
Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
TENNESSEE - 1.9%		
\$ 5,210	Memphis-Shelby County Airport Authority, Tennessee, Airport Revenue Bonds, Series 2001A, 5.500%, 3/01/14 (Alternative Minimum Tax) - FSA Insured	3/11 at 100
3,220	Tennessee Housing Development Agency, Homeownership Program Bonds, Issue 1998-2, 5.350% 7/01/23 (Alternative Minimum Tax)	1/09 at 101
2,480	Tennessee Housing Development Agency, Homeownership Program Bonds, Issue 2001-3A, 5.200%, 7/01/22 (Alternative Minimum Tax)	7/11 at 100

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TEXAS - 18.0%		
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1,000	Brushy Creek Municipal Utility District, Williamson County, Texas, Combination Unlimited Tax and Revenue and Refunding Bonds, Series 2001, 5.125%, 6/01/26 - FSA Insured	6/09 at 100
3,850	Cities of Dallas and Fort Worth, Texas, Dallas-Ft. Worth International Airport, Joint Revenue Refunding and Improvement Bonds, Series 2001A, 5.500%, 11/01/35 (Alternative Minimum Tax) - FGIC Insured	11/11 at 100
	City of Frisco, Texas, Counties of Collins and Denton, General Obligation Bonds, Series 2001:	
1,910	5.000%, 2/15/20 - FGIC Insured	2/11 at 100
2,005	5.000%, 2/15/21 - FGIC Insured	2/11 at 100
4,040	Harris County, Texas, Tax and Revenue Certificates of Obligation, Series 2001, 5.000%, 8/15/27	8/11 at 100
7,000	City of Houston, Texas, Airport System Subordinate Lien Revenue Bonds, Series 1998B, 5.250%, 7/01/14 (Alternative Minimum Tax) - FGIC Insured	7/08 at 101
	City of Houston, Texas, Airport System Subordinate Lien Revenue Bonds, Series 2001A Refunding:	
2,525	5.500%, 7/01/13 (Alternative Minimum Tax) - FGIC Insured	1/12 at 100
2,905	5.500%, 7/01/14 (Alternative Minimum Tax) - FGIC Insured	1/12 at 100
6,000	City of Houston, Texas, Water and Sewer System Junior Lien Revenue Bonds, Series 2001B Refunding, 5.500%, 12/01/29 - MBIA Insured	No Opt. C
	Health Facilities Development Corporation, Jefferson County, Texas, FHA-Insured Mortgage Revenue Bonds, Baptist Hospital of Southeast Texas, Series 2001:	
8,500	5.400%, 8/15/31 - AMBAC Insured	8/11 at 100
8,500	5.500%, 8/15/41 - AMBAC Insured	8/11 at 100
10,700	Laredo Independent School District, Webb County, Texas, General Obligation Bonds, Series 2001 Refunding, 5.000%, 8/01/25	8/11 at 100
2,500	Matagorda County Navigation District Number One, Texas, Collateralized Revenue Refunding Bonds (Houston Lighting & Power Company Project), Series 1997, 5.125%, 11/01/28 (Alternative Minimum Tax) - AMBAC Insured	No Opt. C
1,540	Medina Valley Independent School District, Medina County, Texas, General Obligation Bonds, Series 2001, 5.250%, 2/15/26	2/11 at 100
5,430	Mineral Wells Independent School District, Pale Pinto and Parker Counties, Texas, Unlimited School Tax Building and Refunding Bonds, Series 1998, 4.750%, 2/15/22	2/08 at 100
3,000	North Central Texas Health Facilities Development Corporation, Revenue Bonds, Series 1997B, Texas Health Resources System, 5.375%, 2/15/26 - MBIA Insured	2/08 at 102
3,045	Port of Houston Authority, Harris County, Texas, Unlimited Tax General Obligation Port Improvement Bonds, Series 2001B, 5.500%, 10/01/17 (Alternative Minimum Tax) - FGIC Insured	10/11 at 100

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13,260	Texas Department of Housing and Community Affairs, Residential Mortgage Revenue Bonds, Series 2001A, 5.350%, 7/01/33 (Alternative Minimum Tax)	7/11 at 100
15,600	Texas Water Development Board, State Revolving Fund, Senior Lien Revenue Bonds, Series 1996B, 5.125%, 7/15/18	1/07 at 100

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UTAH - 1.2%

Utah Housing Corporation, Single Family Mortgage Bonds, 2001 Series E:		
2,460	5.200%, 1/01/18 (Alternative Minimum Tax)	7/11 at 100
875	5.500%, 1/01/23 (Alternative Minimum Tax)	7/11 at 100
Utah Housing Corporation, Single Family Mortgage Bonds, 2001 Series F1:		
2,965	4.950%, 7/01/18 (Alternative Minimum Tax)	7/11 at 100
730	5.300%, 7/01/23 (Alternative Minimum Tax)	7/11 at 100

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PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
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VIRGINIA - 1.3%

\$ 7,500	Virginia Housing Development Authority, Commonwealth Mortgage Bonds, 2001 Series J, Subseries J-1, 5.200%, 7/01/19 - MBIA Insured	7/11 at 100
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WASHINGTON - 16.3%

Housing Authority of the City of Bellingham, Washington, Revenue Bonds, Varsity Village Project, Series 2001A:		
1,000	5.500%, 12/01/27 - MBIA Insured	12/11 at 100
2,000	5.600%, 12/01/36 - MBIA Insured	12/11 at 100
2,090	Public Utility District No. 1 of Benton County, Washington, Electric Revenue Refunding Bonds, Series 2001A, 5.625%, 11/01/15 - FSA Insured	11/11 at 100
1,500	Public Utility District No. 1 of Grays Harbor County, Washington, Electric Revenue Bonds, Series 2001, 5.125%, 1/01/22 - AMBAC Insured	1/11 at 100
2,475	Public Utility District No. 1 of Klickitat County, Washington, Electric Revenue Bonds, Series 2001B, 5.000%, 12/01/26 - AMBAC Insured	12/11 at 100
12,955	Port of Seattle, Washington, Passenger Facility Charge Revenue Bonds, Series 1998B, 5.300%, 12/01/16 (Alternative Minimum Tax) - AMBAC Insured	12/08 at 101

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	Port of Seattle, Washington, Revenue Bonds, Series 2001B:	
2,535	5.625%, 4/01/18 (Alternative Minimum Tax) - FGIC Insured	10/11 at 100
16,000	5.100%, 4/01/24 (Alternative Minimum Tax) - FGIC Insured	10/08 at 100
5,680	The City of Seattle, Washington, Municipal Light and Power Improvements and Refunding Revenue Bonds, Series 2001, 5.500%, 3/01/18 - FSA Insured	3/11 at 100
4,530	The City of Tacoma, Washington, Solid Waste Utility Revenue Bonds, Series 2001 Refunding, 5.250%, 12/01/21 - AMBAC Insured	12/11 at 100
2,250	State of Washington, Certificates of Participation, Washington State Convention and Trade Center, Series 1999, 5.250%, 7/01/14 - MBIA Insured	7/09 at 100
	Washington State Health Care Facilities Authority, Revenue Bonds, Series 2001, Group Health Cooperative of Puget Sound:	
3,005	5.375%, 12/01/17 - AMBAC Insured	12/11 at 101
2,915	5.375%, 12/01/18 - AMBAC Insured	12/11 at 101
3,720	Washington State Health Care Facilities Authority, Revenue Bonds, Children's Hospital and Regional Medical Center, Series 2001, 5.375%, 10/01/18 - AMBAC Insured	10/11 at 100
	Washington State Health Care Facilities Authority, Revenue Bonds, Series 2001, Good Samaritan Hospital:	
5,480	5.500%, 10/01/21 - RAAI Insured	10/11 at 101
25,435	5.625%, 10/01/31 - RAAI Insured	10/11 at 101
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	WISCONSIN - 5.3%	
	City of Appleton, Wisconsin, Waterworks Revenue Refunding Bonds, Series 2001:	
3,705	5.375%, 1/01/20 - FGIC Insured	1/12 at 100
1,850	5.000%, 1/01/21 - FGIC Insured	1/12 at 100
1,735	Evansville Community School District, Dane, Green and Rock Counties, Wisconsin, General Obligation Refunding Bonds, Series 2001, 5.500%, 4/01/20 - FGIC Insured	4/11 at 100
12,250	City of La Crosse, Wisconsin, Pollution Control Refunding Revenue Bonds, Series 1997B, Dairyland Power Cooperative Project, 5.550%, 2/01/15 - AMBAC Insured	12/08 at 102
420	Wisconsin Housing and Economic Development Authority, Home Ownership Revenue Bonds, 1999 Series, 5.750%, 4/01/30 (Alternative Minimum Tax)	10/09 at 100
3,180	State of Wisconsin, Clean Water Revenue Bonds, 1999 Series 1, 5.500%, 6/01/17	6/09 at 100
4,000	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Series 2001, Froedert & Community Health Obligated Group, 5.375%, 10/01/30	10/11 at 101
2,500	Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Marshfield Clinic, Series 2001B, 6.000%, 2/15/25	2/12 at 100
-----		
\$ 868,450	Total Long-Term Investments (cost \$872,273,993) - 149.2%	

Nuveen Dividend Advantage Municipal Fund 3 (NZF) (continued)  
 Portfolio of INVESTMENTS April 30, 2003 (Unaudited)

PRINCIPAL AMOUNT (000)	DESCRIPTION(1)	OPTIONAL C PROVISIO
	SHORT-TERM INVESTMENTS - 0.5%	
\$ 3,000	University of Toledo, Ohio, General Receipts Variable Rate Demand Bonds, Series 2002, 1.400%, 6/01/32 - FGIC Insured+	
\$ 3,000	Total Short-Term Investments (cost \$3,000,000)	
Total Investments (cost \$875,273,993) - 149.7%		
Other Assets Less Liabilities - 2.1%		
Preferred Shares, at Liquidation Value - (51.8)%		
Net Assets Applicable to Common Shares - 100%		

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares.
- \* Optional Call Provisions: Dates (month and year) and prices of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.
- \*\* Ratings: Using the higher of Standard & Poor's or Moody's rating.
- N/R Investment is not rated.
- # On December 9, 2002, UAL Corporation, the holding company of United Air Lines, Inc., filed for federal bankruptcy protection. The Adviser determined that it was likely United would not remain current of their interest payment obligations with respect to these bonds and thus has stopped accruing interest.
- + Security has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based on market conditions or a specified market index.

See accompanying notes to financial statements.

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Statement of  
ASSETS AND LIABILITIES April 30, 2003 (Unaudited)

	PERFORMANCE PLUS (NPP)	MUNICIPAL ADVANTAGE (NMA)	MARKET OPPORTUNITY (NMO)	DIVIDEND ADVANTAGE (NAD)
<b>ASSETS</b>				
Investments, at market value (cost \$1,295,855,632, \$946,742,457, \$996,154,901, \$823,296,195, \$629,868,132 and \$875,273,993)	\$1,395,172,698	\$1,011,278,549	\$1,048,867,510	\$882,178,405
Receivables:				
Interest	22,689,838	19,627,698	18,496,738	15,587,269
Investments sold	2,402,205	8,348,665	380,000	95,000
Other assets	45,579	29,400	29,836	27,203
<b>Total assets</b>	<b>1,420,310,320</b>	<b>1,039,284,312</b>	<b>1,067,774,084</b>	<b>897,887,877</b>
<b>LIABILITIES</b>				
Cash overdraft	113,363	3,614,100	3,259,718	1,488,215
Payable for investments purchased	527,332	508,472	--	--
Accrued expenses:				
Management fees	712,107	524,792	537,542	236,732
Organization and offering costs	--	--	--	--
Other	346,628	249,145	259,567	165,302
Preferred share dividends payable	58,688	38,994	24,004	18,612
<b>Total liabilities</b>	<b>1,758,118</b>	<b>4,935,503</b>	<b>4,080,831</b>	<b>1,908,861</b>
Preferred shares, at liquidation value	\$ 479,000,000	\$ 358,000,000	\$ 380,000,000	\$295,000,000
Net assets applicable to Common shares	\$ 939,552,202	\$ 676,348,809	\$ 683,693,253	\$600,979,016
Common shares outstanding	59,914,073	42,980,333	45,540,872	39,227,847
Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding)	\$ 15.68	\$ 15.74	\$ 15.01	\$ 15.32
<b>NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF:</b>				
Common shares, \$.01 par value per share	\$ 599,141	\$ 429,803	\$ 455,409	\$ 392,278
Paid-in surplus	836,304,463	600,296,194	635,361,720	557,356,422
Undistributed net investment income	10,656,439	9,195,906	6,378,602	6,542,543
Accumulated net realized gain (loss) from investment transactions	(7,324,907)	1,890,814	(11,215,087)	(22,194,437)
Net unrealized appreciation				

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of investments	99,317,066	64,536,092	52,712,609	58,882,210
-----				
Net assets applicable to				
Common shares	\$ 939,552,202	\$ 676,348,809	\$ 683,693,253	\$600,979,016
=====				
Authorized shares:				
Common	200,000,000	200,000,000	200,000,000	Unlimited
Preferred	1,000,000	1,000,000	1,000,000	Unlimited
=====				

See accompanying notes to financial statements.

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Statement of  
OPERATIONS Six Months Ended April 30, 2003 (Unaudited)

	PERFORMANCE PLUS (NPP)	MUNICIPAL ADVANTAGE (NMA)	MARKET OPPORTUNITY (NMO)	DIVIDEND ADVANTAGE (NAD)
-----				
INVESTMENT INCOME	\$37,558,897	\$28,731,794	\$27,916,060	\$24,191,353
-----				
EXPENSES				
Management fees	4,293,379	3,163,837	3,246,432	2,741,558
Preferred shares - auction fees	613,627	443,821	471,096	380,577
Preferred shares - dividend disbursing agent fees	24,795	24,795	19,836	14,876
Shareholders' servicing agent fees and expenses	129,456	76,225	87,885	13,961
Custodian's fees and expenses	150,173	120,723	115,607	97,618
Directors'/Trustees' fees and expenses	8,623	6,747	7,309	5,086
Professional fees	23,526	16,208	39,674	534,876
Shareholders' reports - printing and mailing expenses	60,499	33,794	49,815	39,893
Stock exchange listing fees	11,634	8,451	8,933	7,998
Investor relations expense	92,337	67,154	71,341	56,640
Other expenses	34,149	30,493	33,144	21,576
-----				
Total expenses before custodian fee credit and expense reimbursement	5,442,198	3,992,248	4,151,072	3,914,659
Custodian fee credit	(11,699)	(10,330)	(14,527)	(9,438)
Expense reimbursement	--	--	--	(1,316,238)
-----				
Net expenses	5,430,499	3,981,918	4,136,545	2,588,983
-----				
Net investment income	32,128,398	24,749,876	23,779,515	21,602,370
-----				
REALIZED AND UNREALIZED GAIN (LOSS) FROM INVESTMENTS				
Net realized gain (loss) from investments	(7,324,602)	1,942,395	(9,597,597)	(4,628,305)
Change in net unrealized appreciation (depreciation) of investments	25,578,807	14,193,538	27,942,086	18,700,525
-----				
Net gain from investments	18,254,205	16,135,933	18,344,489	14,072,220

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DISTRIBUTIONS TO PREFERRED SHAREHOLDERS				
From net investment income	(2,388,045)	(1,730,616)	(1,940,109)	(1,479,750)
From accumulated net realized gains from investments	(139,879)	(242,543)	--	--
-----				
Decrease in net assets applicable to Common shares from distributions to Preferred shareholders	(2,527,924)	(1,973,159)	(1,940,109)	(1,479,750)
-----				
Net increase in net assets applicable to Common shares from operations	\$47,854,679	\$38,912,650	\$40,183,895	\$34,194,840
=====				

See accompanying notes to financial statements.

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Statement of  
CHANGES IN NET ASSETS (Unaudited)

	PERFORMANCE PLUS (NPP)		MUNICIPAL ADVANTAGE (NMA)	
	SIX MONTHS ENDED 4/30/03	YEAR ENDED 10/31/02	SIX MONTHS ENDED 4/30/03	YEAR ENDED 10/31/02
-----				
OPERATIONS				
Net investment income	\$ 32,128,398	\$ 65,273,913	\$ 24,749,876	\$ 49,642,500
Net realized gain (loss) from investments	(7,324,602)	1,658,527	1,942,395	3,175,700
Change in net unrealized appreciation (depreciation) of investments	25,578,807	(15,059,549)	14,193,538	(13,241,200)
Distributions to Preferred shareholders:				
From net investment income	(2,388,045)	(5,916,338)	(1,730,616)	(4,136,400)
From accumulated net realized gains from investments	(139,879)	(720,966)	(242,543)	(1,143,000)
-----				
Net increase in net assets applicable to Common shares from operations	47,854,679	45,235,587	38,912,650	34,297,500
-----				
DISTRIBUTIONS TO COMMON SHAREHOLDERS				
From net investment income	(28,162,757)	(53,683,146)	(21,849,700)	(40,570,100)
From accumulated net realized gains from investments	(1,515,794)	(2,612,288)	(2,984,339)	(4,129,800)
-----				
Decrease in net assets applicable to Common shares from distributions to Common shareholders	(29,678,551)	(56,295,434)	(24,834,039)	(44,700,000)
-----				
CAPITAL SHARE TRANSACTIONS				
Net proceeds from Common shares issued				

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to shareholders due to reinvestment of distributions	--	--	--	--
Preferred shares offering costs	400	(501,535)	--	--
Other	--	--	--	--
-----				
Net increase (decrease) in net assets applicable to Common shares from capital share transactions	400	(501,535)	--	--
-----				
Net increase (decrease) in net assets applicable to Common shares	18,176,528	(11,561,382)	14,078,611	(10,402,4
Net assets applicable to Common shares at the beginning of period	921,375,674	932,937,056	662,270,198	672,672,6
-----				
Net assets applicable to Common shares at the end of period	\$939,552,202	\$921,375,674	\$676,348,809	\$662,270,1
=====				
Undistributed net investment income at the end of period	\$ 10,656,439	\$ 9,074,385	\$ 9,195,906	\$ 8,026,3
=====				

See accompanying notes to financial statements.

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Statement of  
CHANGES IN NET ASSETS (Unaudited) (continued)

	DIVIDEND ADVANTAGE (NAD)		DIVIDEND ADVANTAGE 2 (NXZ)	
	SIX MONTHS ENDED 4/30/03	YEAR ENDED 10/31/02	SIX MONTHS ENDED 4/30/03	YEAR ENDED 10/31/02
-----				
OPERATIONS				
Net investment income	\$ 21,602,370	\$ 44,433,341	\$ 17,097,716	\$ 33,702,6
Net realized gain (loss) from investments	(4,628,305)	140,122	(140,742)	301,7
Change in net unrealized appreciation (depreciation) of investments	18,700,525	(107,226)	8,533,008	(9,579,3
Distributions to Preferred shareholders:				
From net investment income	(1,479,750)	(3,979,694)	(1,136,350)	(3,000,5
From accumulated net realized gains from investments	--	--	(28,710)	(64,9
-----				
Net increase in net assets applicable to Common shares from operations	34,194,840	40,486,543	24,324,922	21,359,4
-----				
DISTRIBUTIONS TO COMMON SHAREHOLDERS				
From net investment income	(19,260,872)	(36,722,714)	(14,421,387)	(26,749,0
From accumulated net realized gains from investments	--	--	(272,342)	(298,6
-----				

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Decrease in net assets applicable to Common shares from distributions to Common shareholders	(19,260,872)	(36,722,714)	(14,693,729)	(27,047,7
<hr/>				
CAPITAL SHARE TRANSACTIONS				
Net proceeds from Common shares issued to shareholders due to reinvestment of distributions	--	1,192,197	--	
Preferred shares offering costs	--	--	--	286,6
Other	--	--	2,137	
<hr/>				
Net increase (decrease) in net assets applicable to Common shares from capital share transactions	--	1,192,197	2,137	286,6
<hr/>				
Net increase (decrease) in net assets applicable to Common shares	14,933,968	4,956,026	9,633,330	(5,401,6
Net assets applicable to Common shares at the beginning of period	586,045,048	581,089,022	435,906,761	441,308,4
<hr/>				
Net assets applicable to Common shares at the end of period	\$600,979,016	\$586,045,048	\$445,540,091	\$435,906,7
<hr/>				
Undistributed net investment income at the end of period	\$ 6,542,543	\$ 5,680,795	\$ 5,140,003	\$ 3,600,0
<hr/>				

See accompanying notes to financial statements.

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### Notes to FINANCIAL STATEMENTS (Unaudited)

#### 1. GENERAL INFORMATION AND SIGNIFICANT ACCOUNTING POLICIES

The National Funds (the "Funds") covered in this report and their corresponding Common share stock exchange symbols are Nuveen Performance Plus Municipal Fund, Inc. (NPP), Nuveen Municipal Advantage Fund, Inc. (NMA), Nuveen Municipal Market Opportunity Fund, Inc. (NMO), Nuveen Dividend Advantage Municipal Fund (NAD), Nuveen Dividend Advantage Municipal Fund 2 (NXZ) and Nuveen Dividend Advantage Municipal Fund 3 (NZF). Performance Plus (NPP), Municipal Advantage (NMA), Market Opportunity (NMO) and Dividend Advantage (NAD) are traded on the New York Stock Exchange while Dividend Advantage 2 (NXZ) and Dividend Advantage 3 (NZF) are traded on the American Stock Exchange. The Funds are registered under the Investment Company Act of 1940, as amended, as closed-end, diversified management investment companies.

Each Fund seeks to provide current income exempt from regular federal income tax by investing primarily in a diversified portfolio of municipal obligations issued by state and local government authorities.

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

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Funds in the preparation of their financial statements in accordance with accounting principles generally accepted in the United States.

### Securities Valuation

The prices of municipal bonds in each Fund's investment portfolio are provided by a pricing service approved by the Fund's Board of Directors/Trustees. When price quotes are not readily available (which is usually the case for municipal securities), the pricing service establishes fair market value based on yields or prices of municipal bonds of comparable quality, type of issue, coupon, maturity and rating, indications of value from securities dealers and general market conditions. If it is determined that market prices for a security are unavailable or inappropriate, the Board of Directors/Trustees of the Funds, or its designee, may establish a fair value for the security. Temporary investments in securities that have variable rate and demand features qualifying them as short-term securities are valued at amortized cost, which approximates market value.

### Securities Transactions

Securities transactions are recorded on a trade date basis. Realized gains and losses from such transactions are determined on the specific identification method. Securities purchased or sold on a when-issued or delayed delivery basis may have extended settlement periods. The securities so purchased are subject to market fluctuation during this period. The Funds have instructed the custodian to segregate assets with a current value at least equal to the amount of the when-issued and delayed delivery purchase commitments. At April 30, 2003, Dividend Advantage 2 (NXZ) had outstanding when-issued and delayed delivery purchase commitments of \$7,074,657. There were no such outstanding purchase commitments in any of the other Funds.

### Investment Income

Interest income, which includes the amortization of premiums and accretion of discounts for financial reporting purposes, is recorded on an accrual basis.

### Federal Income Taxes

Each Fund is a separate taxpayer for federal income tax purposes. Each Fund intends to comply with the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute all of its net investment income to its shareholders. Therefore, no federal income tax provision is required. Furthermore, each Fund intends to satisfy conditions which will enable interest from municipal securities, which is exempt from regular federal income tax, to retain such tax-exempt status when distributed to shareholders of the Funds.

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Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

### Dividends and Distributions to Common Shareholders

Dividends from tax-exempt net investment income are declared and paid monthly. Net realized capital gains and/or market discount from investment transactions, if any, are distributed to shareholders not less frequently than annually. Furthermore, capital gains are distributed only to the extent they exceed available capital loss carryforwards.

Distributions to Common shareholders of tax-exempt net investment income, net realized capital gains and/or market discount, if any, are recorded on the ex-dividend date. The amount and timing of distributions are determined in

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accordance with federal income tax regulations, which may differ from accounting principles generally accepted in the United States.

### Preferred Shares

The Funds have issued and outstanding \$25,000 stated value Preferred shares. Each Fund's Preferred shares are issued in more than one Series. The dividend rate on each Series may change every seven days, as set pursuant to a dutch auction process by the auction agent, and is payable at or near the end of each rate period. The number of Preferred shares outstanding, by Series and in total, for each Fund is as follows:

	PERFORMANCE PLUS (NPP)	MUNICIPAL ADVANTAGE (NMA)	MARKET OPPORTUNITY (NMO)	DIVIDEND ADVANTAGE (NAD)	DIVIDEND ADVANTAGE 2 (NXZ)	ADVANTAGE 3 (NZF)
-----						
Number of shares:						
Series M	4,000	3,000	4,000	4,000	3,000	
Series T	4,000	3,000	4,000	4,000	3,000	
Series W	4,000	3,000	3,200	--	--	
Series TH	3,160	2,320	--	3,800	--	
Series F	4,000	3,000	4,000	--	2,880	
-----						
Total	19,160	14,320	15,200	11,800	8,880	
=====						

Effective April 5, 2002, Performance Plus (NPP) issued 1,400 Series TH \$25,000 stated value Preferred shares.

Effective November 16, 2001, Dividend Advantage 3 (NZF) issued 4,160 Series W, 4,160 Series TH and 4,160 Series F \$25,000 stated value Preferred shares.

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### Derivative Financial Instruments

The Funds may invest in certain derivative financial instruments including futures, forward, swap and option contracts, and other financial instruments with similar characteristics. Although the Funds are authorized to invest in such financial instruments, and may do so in the future, they did not make any such investments during the six months ended April 30, 2003.

### Custodian Fee Credit

Each Fund has an arrangement with the custodian bank whereby certain custodian fees and expenses are reduced by credits earned on each Fund's cash on deposit with the bank. Such deposit arrangements are an alternative to overnight investments.

### Offering Costs

Costs incurred by Performance Plus (NPP) and Dividend Advantage 3 (NZF) in connection with their offerings of Preferred shares (\$501,135 and \$3,495,003, respectively) were recorded as a reduction to paid-in surplus.

### Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of increases and

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decreases in net assets applicable to Common shares from operations during the reporting period. Actual results may differ from those estimates.

### 2. FUND SHARES

Transactions in Common and Preferred shares were as follows:

	PERFORMANCE PLUS (NPP)		MUNICIPAL ADVANTAGE (NMA)		MARKE OPPORTUNIT
	SIX MONTHS	YEAR	SIX MONTHS	YEAR	SIX MONTHS
	ENDED	ENDED	ENDED	ENDED	ENDED
	4/30/03	10/31/02	4/30/03	10/31/02	4/30/03
-----					
Common shares issued to shareholders due to reinvestment of distributions	--	--	--	--	--
=====					
Preferred shares sold	--	1,400	--	--	--
=====					

	DIVIDEND ADVANTAGE (NAD)		DIVIDEND ADVANTAGE 2 (NXZ)		DIVIDEND ADVANT
	SIX MONTHS	YEAR	SIX MONTHS	YEAR	SIX MONTHS
	ENDED	ENDED	ENDED	ENDED	ENDED
	4/30/03	10/31/02	4/30/03	10/31/02	4/30/03
-----					
Common shares issued to shareholders due to reinvestment of distributions	--	80,089	--	--	--
=====					
Preferred shares sold	--	--	--	--	--
=====					

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Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

### 3. SECURITIES TRANSACTIONS

Purchases and sales (including maturities) of investments in long-term municipal securities during the six months ended April 30, 2003, were as follows:

	PERFORMANCE PLUS (NPP)	MUNICIPAL ADVANTAGE (NMA)	MARKET OPPORTUNITY (NMO)	DIVIDEND ADVANTAGE (NAD)	DIVIDEND ADVANTAGE 2 (NXZ)	ADV
Purchases	\$84,450,649	\$28,553,582	\$68,067,949	\$24,877,514	\$19,168,531	\$21

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Sales and maturities	71,462,945	42,313,319	71,188,012	31,565,093	24,150,203	16
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### 4. INCOME TAX INFORMATION

The following information is presented on an income tax basis. Differences between amounts for financial statement and federal income tax purposes are primarily due to timing differences in recognizing income on taxable market discount securities and timing differences in recognizing certain gains and losses on security transactions.

At April 30, 2003, the cost of investments were as follows:

	PERFORMANCE PLUS (NPP)	MUNICIPAL ADVANTAGE (NMA)	MARKET OPPORTUNITY (NMO)	DIVIDEND ADVANTAGE (NAD)	DIVIDEND ADVANTAGE 2 (NXZ)	
Cost of Investments	\$1,294,970,480	\$946,213,741	\$995,571,169	\$822,779,237	\$629,692,386	\$8

---

Gross unrealized appreciation and gross unrealized depreciation on investments at April 30, 2003, were as follows:

	PERFORMANCE PLUS (NPP)	MUNICIPAL ADVANTAGE (NMA)	MARKET OPPORTUNITY (NMO)	DIVIDEND ADVANTAGE (NAD)	DIVIDEND ADVANTAGE 2 (NXZ)	
Gross unrealized:						
Appreciation	\$116,460,923	\$86,275,985	\$90,306,867	\$75,124,399	\$38,195,557	\$38
Depreciation	(16,258,705)	(21,211,177)	(37,010,526)	(15,725,231)	(13,872,567)	(11)
Net unrealized appreciation on investments	\$100,202,218	\$65,064,808	\$53,296,341	\$59,399,168	\$24,322,990	\$26

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The tax components of undistributed net investment income and net realized gains at October 31, 2002, the Funds' last fiscal year end, were as follows:

	PERFORMANCE PLUS (NPP)	MUNICIPAL ADVANTAGE (NMA)	MARKET OPPORTUNITY (NMO)	DIVIDEND ADVANTAGE (NAD)	DIVIDEND ADVANTAGE 2 (NXZ)	
Undistributed net tax-exempt income	\$12,918,958	\$10,930,739	\$8,966,521	\$8,335,162	\$5,813,198	\$5
Undistributed net ordinary income *	3,425	179,625	35,363	44,650	185,573	
Undistributed net long-term						

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capital gains	1,655,369	3,225,301	--	--	115,054
---------------	-----------	-----------	----	----	---------

The tax character of distributions paid during the fiscal year ended October 31, 2002, the Funds' last fiscal year end, was designated for purposes of the dividends paid deduction as follows:

	PERFORMANCE PLUS (NPP)	MUNICIPAL ADVANTAGE (NMA)	MARKET OPPORTUNITY (NMO)	DIVIDEND ADVANTAGE (NAD)	DIVIDEND ADVANTAGE 2 (NXZ)	ADVANTAGE 3 (NXZ)
Distributions from net tax-exempt income	\$59,286,613	\$44,278,184	\$46,362,835	\$40,491,284	\$29,610,711	\$37,111,111
Distributions from net ordinary income *	256,881	1,271,708	--	--	363,652	--
Distributions from net long-term capital gains	3,076,373	4,070,716	1,281,935	--	--	--

\* Net ordinary income consists of taxable market discount income and net short-term capital gains, if any.

At October 31, 2002, the Fund's last fiscal year end, the following Funds had unused capital loss carryforwards available for federal income tax purposes to be applied against future capital gains, if any. If not applied, the carryforwards will expire as follows:

Expiration year:	MARKET OPPORTUNITY (NMO)	DIVIDEND ADVANTAGE (NAD)	ADVANTAGE 3 (NXZ)
2007	\$ --	\$ 2,980,482	\$ --
2008	--	14,462,547	--
2009	--	--	--
2010	1,622,794	--	1,622,794
Total	\$1,622,794	\$17,443,029	\$17,443,029

5. MANAGEMENT FEE AND OTHER TRANSACTIONS WITH AFFILIATES

Under Performance Plus' (NPP), Municipal Advantage's (NMA) and Market Opportunity's (NMO) investment management agreements with Nuveen Advisory Corp. (the "Adviser"), a wholly owned subsidiary of Nuveen Investments, Inc. (formerly, The John Nuveen Company), each Fund pays an annual management fee, payable monthly, at the rates set forth below, which are based upon the average daily net assets (including net assets attributable to Preferred shares) of each Fund as follows:

AVERAGE DAILY NET ASSETS (INCLUDING NET ASSETS ATTRIBUTABLE TO PREFERRED SHARES)	MANAGEMENT FEE
---	----------------

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For the first \$125 million	.6500%
For the next \$125 million	.6375
For the next \$250 million	.6250
For the next \$500 million	.6125
For the next \$1 billion	.6000
For the next \$3 billion	.5875
For net assets over \$5 billion	.5750

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Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

Under Dividend Advantage's (NAD), Dividend Advantage 2's (NXZ) and Dividend Advantage 3's (NZF) investment management agreements with the Adviser, each Fund pays an annual management fee, payable monthly, at the rates set forth below, which are based upon the average daily net assets (including net assets attributable to Preferred shares) of each Fund as follows:

AVERAGE DAILY NET ASSETS (INCLUDING NET ASSETS ATTRIBUTABLE TO PREFERRED SHARES)	MANAGEMENT FEE
For the first \$125 million	.6500%
For the next \$125 million	.6375
For the next \$250 million	.6250
For the next \$500 million	.6125
For the next \$1 billion	.6000
For net assets over \$2 billion	.5750

For the first ten years of Dividend Advantage's (NAD) operations, the Adviser has agreed to reimburse the Fund, as a percentage of average daily net assets (including net assets attributable to Preferred shares), for fees and expenses in the amounts, and for the time periods set forth below:

YEAR ENDING JULY 31,		YEAR ENDING JULY 31,	
1999*	.30%	2005	.25%
2000	.30	2006	.20
2001	.30	2007	.15
2002	.30	2008	.10
2003	.30	2009	.05
2004	.30		

\* From the commencement of operations.

The Adviser has not agreed to reimburse Dividend Advantage (NAD) for any portion of its fees and expenses beyond July 31, 2009.

For the first ten years of Dividend Advantage 2's (NXZ) operations, the Adviser has agreed to reimburse the Fund, as a percentage of average daily net assets (including net assets attributable to Preferred shares), for fees and expenses in the amounts, and for the time periods set forth below:

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YEAR ENDING MARCH 31,		YEAR ENDING MARCH 31,	
2001*	.30%	2007	.25%
2002	.30	2008	.20
2003	.30	2009	.15
2004	.30	2010	.10
2005	.30	2011	.05
2006	.30		

\* From the commencement of operations.

The Adviser has not agreed to reimburse Dividend Advantage 2 (NXZ) for any portion of its fees and expenses beyond March 31, 2011.

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For the first ten years of Dividend Advantage 3's (NZF) operations, the Adviser has agreed to reimburse the Fund, as a percentage of average daily net assets (including net assets attributable to Preferred shares), for fees and expenses in the amounts, and for the time periods set forth below:

YEAR ENDING SEPTEMBER 30,		YEAR ENDING SEPTEMBER 30,	
2001*	.30%	2007	.25%
2002	.30	2008	.20
2003	.30	2009	.15
2004	.30	2010	.10
2005	.30	2011	.05
2006	.30		

\* From the commencement of operations.

The Adviser has not agreed to reimburse Dividend Advantage 3 (NZF) for any portion of its fees and expenses beyond September 30, 2011.

The management fee compensates the Adviser for overall investment advisory and administrative services and general office facilities. The Funds pay no compensation directly to those of its Directors/Trustees who are affiliated with the Adviser or to their officers, all of whom receive remuneration for their services to the Funds from the Adviser.

6. INVESTMENT COMPOSITION

At April 30, 2003, the revenue sources by municipal purpose, expressed as a percent of total investments, were as follows:

	PERFORMANCE PLUS (NPP)	MUNICIPAL ADVANTAGE (NMA)	MARKET OPPORTUNITY (NMO)	DIVIDEND ADVANTAGE (NAD)	DIVIDEND ADVANTAGE 2 (NXZ)	ADVANTAGE 3 (NZF)
Consumer Staples	5%	4%	5%	4%	3%	
Education and Civic Organizations	4	--	5	5	4	

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Energy	--	1	--	--	3
Healthcare	9	16	11	16	22
Housing/Multifamily	6	3	1	1	1
Housing/Single Family	8	13	1	5	8
Long-Term Care	1	2	--	3	1
Tax Obligation/General	15	9	22	15	5
Tax Obligation/Limited	13	9	16	12	15
Transportation	8	10	17	13	13
U.S. Guaranteed	14	13	9	11	7
Utilities	11	14	7	11	7
Water and Sewer	6	5	5	3	11
Other	--	1	1	1	--
	100%	100%	100%	100%	100%

Certain investments owned by the Funds are either covered by insurance issued by several private insurers or are backed by an escrow or trust containing U.S. Government or U.S. Government agency securities, both of which ensure the timely payment of principal and interest in the event of default (61% for Performance Plus (NPP), 54% for Municipal Advantage (NMA), 54% for Market Opportunity (NMO), 62% for Dividend Advantage (NAD), 52% for Dividend Advantage 2 (NXZ) and 67% for Dividend Advantage 3 (NZF)).

For additional information regarding each investment security, refer to the Portfolio of Investments of each Fund.

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Notes to  
FINANCIAL STATEMENTS (Unaudited) (continued)

7. SUBSEQUENT EVENT - DISTRIBUTIONS TO COMMON SHAREHOLDERS

The Funds declared Common share dividend distributions from their tax-exempt net investment income which were paid on June 2, 2003, to shareholders of record on May 15, 2003, as follows:

	PERFORMANCE PLUS (NPP)	MUNICIPAL ADVANTAGE (NMA)	MARKET OPPORTUNITY (NMO)	DIVIDEND ADVANTAGE (NAD)	DIVIDEND ADVANTAGE 2 (NXZ)	ADVANTAGE 3 (NZF)
Dividend per share	\$ .0795	\$ .0860	\$ .0790	\$ .0820	\$ .0845	\$ .0845

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Financial  
HIGHLIGHTS (Unaudited)

Financial  
HIGHLIGHTS (Unaudited)

Selected data for a Common share outstanding throughout each period:

	Investment Operations				
	Beginning Common Share Net Asset Value	Net Investment Income	Net Realized/ Unrealized Investment Gain (Loss)	Distributions from Net Investment Income to Preferred Share- holders+	Distributions from Capital Gains to Preferred Share- holders+
=====					
PERFORMANCE PLUS (NPP)					
-----					
Year Ended 10/31:					
2003 (d)	\$15.38	\$ .54	\$ .30	\$ (.04)	\$--
2002	15.57	1.09	(.22)	(.10)	(.01)
2001	14.36	1.10	1.17	(.23)	--
2000	13.69	1.12	.69	(.29)	--
1999	15.43	1.12	(1.73)	(.21)	--
1998	15.22	1.19	.20	(.23)	--
MUNICIPAL ADVANTAGE (NMA)					
-----					
Year Ended 10/31:					
2003 (d)	15.41	.58	.38	(.04)	(.01)
2002	15.65	1.15	(.22)	(.10)	(.03)
2001	14.61	1.16	1.10	(.24)	(.03)
2000	13.98	1.24	.63	(.33)	--
1999	15.85	1.24	(1.85)	(.24)	--
1998	15.68	1.24	.17	(.24)	--
MARKET OPPORTUNITY (NMO)					
-----					
Year Ended 10/31:					
2003 (d)	14.60	.52	.40	(.04)	--
2002	15.24	1.11	(.70)	(.11)	(.01)
2001	14.45	1.16	.80	(.26)	(.01)
2000	14.11	1.24	.38	(.34)	--
1999	15.96	1.26	(1.83)	(.24)	--
1998	15.85	1.25	.15	(.24)	(.01)
DIVIDEND ADVANTAGE (NAD)					
-----					
Year Ended 10/31:					
2003 (d)	14.94	.55	.36	(.04)	--
2002	14.84	1.13	.01	(.10)	--
2001	13.59	1.16	1.21	(.24)	--

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2000	12.78	1.15	.84	(.31)	--
1999 (a)	14.33	.39	(1.47)	(.07)	--

DIVIDEND ADVANTAGE 2 (NXZ)

Year Ended 10/31:					
2003 (d)	14.89	.58	.29	(.04)	--
2002	15.07	1.15	(.32)	(.10)	--
2001 (b)	14.33	.52	.88	(.09)	--

DIVIDEND ADVANTAGE 3 (NZF)

Year Ended 10/31:					
2003 (d)	14.56	.54	.34	(.04)	--
2002	14.47	1.03	.16	(.10)	--
2001 (c)	14.33	.03	.14	--	--

						Total Returns	
			Based on		Based on		
Offering Costs and Preferred Share Underwriting Discounts	Ending Common Share Net Asset Value	Ending Market Value	Based on Market Value**	Share Net Asset Value**	Share Net Asset Value**	Share Net Asset Value**	

PERFORMANCE PLUS (NPP)

Year Ended 10/31:					
2003 (d)	\$--	\$15.68	\$14.8200	7.40%	5.26%
2002	(.01)	15.38	14.2800	4.51	5.03
2001	--	15.57	14.5800	26.96	14.51
2000	(.01)	14.36	12.1875	.90	11.47
1999	--	13.69	12.9375	(10.76)	(5.63)
1998	--	15.43	15.4375	9.48	7.87

MUNICIPAL ADVANTAGE (NMA)

Year Ended 10/31:					
2003 (d)	--	15.74	15.3200	8.63	5.99
2002	--	15.41	14.6600	5.89	5.39
2001	--	15.65	14.8500	23.35	13.97
2000	--	14.61	12.8750	1.46	11.48
1999	(.02)	13.98	13.6250	(8.16)	(5.83)
1998	--	15.85	15.8125	5.58	7.65

MARKET OPPORTUNITY (NMO)

Year Ended 10/31:					
2003 (d)	--	15.01	14.4200	8.04	6.12
2002	--	14.60	13.8000	.49	2.03
2001	--	15.24	14.6500	20.03	11.93
2000	--	14.45	13.0000	2.97	9.41
1999	(.02)	14.11	13.5625	(9.18)	(5.49)
1998	--	15.96	15.9375	5.40	7.45

DIVIDEND ADVANTAGE (NAD)

Year Ended 10/31:

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2003 (d)	--	15.32	15.0800	7.50	5.93
2002	--	14.94	14.5000	2.01	7.26
2001	--	14.84	15.1400	27.35	16.03
2000	(.01)	13.59	12.6250	(.79)	13.61
1999 (a)	(.10)	12.78	13.6250	(7.29)	(8.83)

### DIVIDEND ADVANTAGE 2 (NXZ)

Year Ended 10/31:

2003 (d)	--	15.22	14.7400	9.73	5.67
2002	.01	14.89	13.9100	(.81)	5.16
2001 (b)	(.12)	15.07	14.9600	2.75	8.39

### DIVIDEND ADVANTAGE 3 (NZF)

Year Ended 10/31:

2003 (d)	.01	14.95	14.0800	7.58	5.91
2002	(.09)	14.56	13.5300	(4.26)	7.20
2001 (c)	(.03)	14.47	15.0700	.47	.98

### Ratios/Supplemental Data

	Before Credit/Reimbursement		After Credit/
Ending Net Assets Applicable to Common Shares (000)	Ratio of Expenses to Average Net Assets Applicable to Common Shares++	Ratio of Net Investment Income to Average Net Assets Applicable to Common Shares++	Ratio of Expenses to Average Net Assets Applicable to Common Shares++

### PERFORMANCE PLUS (NPP)

Year Ended 10/31:

2003 (d)	\$939,552	1.19%*	7.00%*	1.18%*
2002	921,376	1.18	7.11	1.17
2001	932,937	1.15	7.29	1.14
2000	860,556	1.17	8.09	1.16
1999	820,432	1.15	7.48	1.12
1998	922,187	1.11	7.74	1.11

### MUNICIPAL ADVANTAGE (NMA)

Year Ended 10/31:

2003 (d)	676,349	1.21*	7.49*	1.20*
2002	662,270	1.22	7.55	1.22
2001	672,673	1.23	7.60	1.22
2000	628,099	1.23	8.77	1.23
1999	600,923	1.16	8.12	1.16
1998	675,410	1.12	7.84	1.12

### MARKET OPPORTUNITY (NMO)

Year Ended 10/31:

2003 (d)	683,693	1.25*	7.13*	1.24*
2002	664,914	1.24	7.50	1.24
2001	694,025	1.23	7.73	1.23

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2000	658,070	1.25	8.76	1.23
1999	642,643	1.15	8.18	1.14
1998	721,207	1.09	7.88	1.09

### DIVIDEND ADVANTAGE (NAD)

#### Year Ended 10/31:

2003 (d)	600,979	1.34*	6.93*	.88*
2002	586,045	1.25	7.24	.80
2001	581,089	1.26	7.56	.78
2000	531,571	1.22	8.34	.73
1999 (a)	499,783	1.06*	6.10*	.58*

### DIVIDEND ADVANTAGE 2 (NXZ)

#### Year Ended 10/31:

2003 (d)	445,540	1.16*	7.38*	.71*
2002	435,907	1.17	7.32	.70
2001 (b)	441,308	1.13*	5.56*	.63*

### DIVIDEND ADVANTAGE 3 (NZF)

#### Year Ended 10/31:

2003 (d)	602,748	1.18*	6.90*	.72*
2002	586,799	1.17	6.78	.70
2001 (c)	583,100	.72*	2.05*	.42*

### Preferred Shares at End of Period

Aggregate Amount Outstanding (000)	Liquidation and Market Value Per Share	Asset Coverage Per Share
---	---	--------------------------------

### PERFORMANCE PLUS (NPP)

#### Year Ended 10/31:

2003 (d)	\$479,000	\$25,000	\$74,037
2002	479,000	25,000	73,089
2001	444,000	25,000	77,530
2000	444,000	25,000	73,455
1999	400,000	25,000	76,277
1998	400,000	25,000	82,637

### MUNICIPAL ADVANTAGE (NMA)

#### Year Ended 10/31:

2003 (d)	358,000	25,000	72,231
2002	358,000	25,000	71,248
2001	358,000	25,000	71,974
2000	358,000	25,000	68,862
1999	358,000	25,000	66,964
1998	300,000	25,000	81,284

### MARKET OPPORTUNITY (NMO)

#### Year Ended 10/31:

2003 (d)	380,000	25,000	69,980
2002	380,000	25,000	68,744

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2001	380,000	25,000	70,660
2000	380,000	25,000	68,294
1999	380,000	25,000	67,279
1998	300,000	25,000	85,101

DIVIDEND ADVANTAGE (NAD)

-----

Year Ended 10/31:			
2003(d)	295,000	25,000	75,930
2002	295,000	25,000	74,665
2001	295,000	25,000	74,245
2000	295,000	25,000	70,048
1999(a)	295,000	25,000	67,354

DIVIDEND ADVANTAGE 2 (NXZ)

-----

Year Ended 10/31:			
2003(d)	222,000	25,000	75,173
2002	222,000	25,000	74,089
2001(b)	222,000	25,000	74,697

DIVIDEND ADVANTAGE 3 (NZF)

-----

Year Ended 10/31:			
2003(d)	312,000	25,000	73,297
2002	312,000	25,000	72,019
2001(c)	--	--	--

=====

- \* Annualized.
- \*\* Total Investment Return on Market Value is the combination of reinvested dividend income, reinvested capital gains distributions, if any, and changes in stock price per share. Total Return on Common Share Net Asset Value is the combination of reinvested dividend income, reinvested capital gains distributions, if any, and changes in Common share net asset value per share. Total returns are not annualized.
- \*\*\* After custodian fee credit and expense reimbursement, where applicable.
- + The amounts shown are based on Common share equivalents.
- ++ Ratios do not reflect the effect of dividend payments to Preferred shareholders; income ratios reflect income earned on assets attributable to Preferred shares, where applicable.
- (a) For the period May 26, 1999 (commencement of operations) through October 31, 1999.
- (b) For the period March 28, 2001 (commencement of operations) through October 31, 2001.
- (c) For the period September 25, 2001 (commencement of operations) through October 31, 2001.
- (d) For the six months ended April 30, 2003.

See accompanying notes to financial statements.

70-71 SPREAD

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### NUVEEN CLOSED-END EXCHANGE-TRADED FUNDS DIVIDEND REINVESTMENT PLAN

Your Nuveen Closed-End Exchange-Traded Fund allows you to conveniently reinvest dividends and/or capital gains distributions in additional fund shares.

By choosing to reinvest, you'll be able to invest money regularly and automatically, and watch your investment grow through the power of tax-free compounding. Just like dividends or distributions in cash, there may be times when income or capital gains taxes may be payable on dividends or distributions that are reinvested.

It is important to note that an automatic reinvestment plan does not ensure a profit, nor does it protect you against loss in a declining market.

### EASY AND CONVENIENT

To make recordkeeping easy and convenient, each month you'll receive a statement showing your total dividends and distributions, the date of investment, the shares acquired and the price per share, and the total number of shares you own.

### HOW SHARES ARE PURCHASED

The shares you acquire by reinvesting will either be purchased on the open market or newly issued by the Fund. If the shares are trading at or above net asset value at the time of valuation, the Fund will issue new shares at the then-current market price. If the shares are trading at less than net asset value, shares for your account will be purchased on the open market. Dividends and distributions received to purchase shares in the open market will normally be invested shortly after the dividend payment date. No interest will be paid on dividends and distributions awaiting reinvestment. Because the market price of shares may increase before purchases are completed, the average purchase price per share may exceed the market price at the time of valuation, resulting in the acquisition of fewer shares than if the dividend or distribution had been paid in shares issued by the Fund. A pro rata portion of any applicable brokerage commissions on open market purchases will be paid by Plan participants. These commissions usually will be lower than those charged on individual transactions.

### FLEXIBILITY

You may change your distribution option or withdraw from the Plan at any time, should your needs or situation change. Should you withdraw, you can receive a certificate for all whole shares credited to your reinvestment account and cash payment for fractional shares, or cash payment for all reinvestment account shares, less brokerage commissions and a \$2.50 service fee.

You can reinvest whether your shares are registered in your name, or in the name of a brokerage firm, bank, or other nominee. Ask your investment advisor if his or her firm will participate on your behalf. Participants whose shares are registered in the name of one firm may not be able to transfer the shares to another firm and continue to participate in the Plan.

The Fund reserves the right to amend or terminate the Plan at any time. Although the Fund reserves the right to amend the Plan to include a service charge payable by the participants, there is no direct service charge to participants in the Plan at this time.

For more information on the Nuveen Automatic Reinvestment Plan or to enroll in or withdraw from the Plan, speak with your financial advisor or call us at (800) 257-8787.

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## Fund INFORMATION

### BOARD OF DIRECTORS/TRUSTEES

Robert P. Bremner  
Lawrence H. Brown  
Anne E. Impellizzeri  
Peter R. Sawers  
William J. Schneider  
Timothy R. Schwertfeger  
Judith M. Stockdale

### FUND MANAGER

Nuveen Advisory Corp.  
333 West Wacker Drive  
Chicago, IL 60606

### CUSTODIAN

State Street Bank & Trust  
Boston, MA

### TRANSFER AGENT AND SHAREHOLDER SERVICES

State Street Bank & Trust  
Nuveen Funds  
P.O. Box 43071  
Providence, RI 02940-3071

(800) 257-8787

### LEGAL COUNSEL

Morgan, Lewis &  
Bockius LLP  
Washington, D.C.

### INDEPENDENT AUDITORS

Ernst & Young LLP  
Chicago, IL

### POLICY CHANGE

On November 14, 2002, the Board adopted a policy that allows these Funds, in addition to investments in municipal bonds, to invest up to 5% of its net assets (including assets attributable to preferred shares, if any) in tax-exempt or taxable fixed-income securities or equity securities for the purpose of acquiring control of an issuer whose municipal bonds (a) the Fund already owns and (b) have deteriorated or are expected shortly to deteriorate significantly in credit quality, provided Nuveen Advisory determines that such investment should enable the Fund to better maximize the value of its existing investment in such issuer. This policy is a non-fundamental policy of each Fund which means that it can be changed at any time by the Board of Trustees without vote of the shareholders.

### GLOSSARY OF TERMS USED IN THIS REPORT

**Average Annual Total Return:** This is a commonly used method to express an investment's performance over a particular, usually multi-year time period. It

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expresses the return (including change in NAV and reinvested dividends) that would have been necessary on an annual basis to equal the investment's actual performance over the time period being considered.

**Average Effective Maturity:** The average of all the maturities of the bonds in a fund's portfolio, computed by weighting each maturity date (the date the security comes due) by the market value of the security. This figure does not account for the likelihood of prepayments or the exercise of call provisions.

**Leverage-Adjusted Duration:** Duration is a measure of a bond or bond fund's sensitivity to changes in interest rates. Generally, the longer a bond or fund's duration, the more the price of the bond or fund will change as interest rates change. Leverage-adjusted duration takes into account the leveraging process for a Fund and therefore is generally longer than the duration of the actual portfolio of individual bonds that make up the Fund.

**Market Yield (also known as Dividend Yield or Current Yield):** An investment's current annualized dividend divided by its current market price.

**Net Asset Value (NAV):** A fund's NAV is calculated by subtracting the liabilities of the fund from its total assets and then dividing the remainder by the number of shares outstanding. Fund NAVs are calculated at the end of each business day.

**Taxable-Equivalent Yield:** The yield necessary from a fully taxable investment to equal, on an after-tax basis, the yield of a municipal bond investment.

-----  
Each Fund intends to repurchase shares of its own common or preferred stock in the future at such times and in such amounts as is deemed advisable. No shares were repurchased during the six-month period ended April 30, 2003. Any future repurchases will be reported to shareholders in the next annual or semiannual report.

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### Serving Investors FOR GENERATIONS

Since 1898, financial advisors and their clients have relied on Nuveen Investments to provide dependable investment solutions. For the past century, Nuveen Investments has adhered to the belief that the best approach to investing is to apply conservative risk-management principles to help minimize volatility.

Building on this tradition, we today offer a range of high quality equity and fixed-income solutions that are integral to a well-diversified core portfolio. Our clients have come to appreciate this diversity, as well as our continued adherence to proven, long-term investing principles.

Managing \$80 billion in assets, Nuveen Investments offers access to a number of different asset classes and investing solutions through a variety of products. Nuveen Investments markets its capabilities under four distinct brands: Nuveen, a leader in tax-free investments; NWQ, a leader in value-style equities; Rittenhouse, a leader in growth-style equities; and Symphony, a leading institutional manager of market-neutral alternative investment portfolios.

To learn more about the products and services Nuveen Investments offers and for

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a prospectus, where applicable, talk to your financial advisor, or call us at (800) 257-8787. Please read the information carefully before you invest.

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ESA-B-0403D

### ITEM 2. CODE OF ETHICS.

Not applicable at this time.

### ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

Not applicable at this time.

### ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

Not applicable at this time.

### ITEMS 5-6. [RESERVED]

### ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES

Not applicable to this registrant.

### ITEM 8. [RESERVED]

### ITEM 9. CONTROLS AND PROCEDURES.

(a) The registrant's principal executive officer and principal financial officer have concluded that the registrant's Disclosure Controls and Procedures are effective, based on their evaluation of such Disclosure Controls and Procedures as of a date within 90 days of the filing of this report on Form N-CSR.

(b) There were no significant changes in the registrant's internal controls or in other factors that could significantly affect these controls subsequent to the date of our evaluation.

### ITEM 10. EXHIBITS.

File the exhibits listed below as part of this Form. Letter or number the exhibits in the sequence indicated.

(a) Any code of ethics, or amendment thereto, that is the subject of the disclosure required by Item 2, to the extent that the registrant intends to satisfy the Item 2 requirements through filing of an exhibit: Not applicable.

(b) A separate certification for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2 under the Act (17 CFR 270.30a-2) in the exact form set forth below: Attached hereto.

SIGNATURES

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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) Nuveen Dividend Advantage Municipal Fund 3  
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By (Signature and Title)\* /s/ Jessica R. Droeger  
-----

Jessica R. Droeger  
Vice President and Secretary

Date July 8, 2003  
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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/ Gifford R. Zimmerman  
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Gifford R. Zimmerman  
Chief Administrative Officer  
(Principal Executive Officer)

Date July 8, 2003  
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By (Signature and Title)\* /s/ Stephen D. Foy  
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Stephen D. Foy  
Vice President and Controller  
(Principal Financial Officer)

Date July 8, 2003  
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\* Print the name and title of each signing officer under his or her signature.