

NUVEEN MARYLAND DIVIDEND ADVANTAGE MUNICIPAL FUND 3
Form N-CSR
August 08, 2006

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 811-21153

Nuveen Maryland Dividend Advantage Municipal Fund 3

(Exact name of registrant as specified in charter)

Nuveen Investments
333 West Wacker Drive
Chicago, IL 60606

(Address of principal executive offices) (Zip code)

Jessica R. Droeger
Nuveen Investments
333 West Wacker Drive
Chicago, IL 60606

(Name and address of agent for service)

Registrant's telephone number, including area code: (312) 917-7700

Date of fiscal year end: May 31

Date of reporting period: May 31, 2006

Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSR unless the Form displays a currently valid Office of Management and Budget ("OMB") control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. ss. 3507.

ITEM 1. REPORTS TO STOCKHOLDERS.

ANNUAL REPORT May 31, 2006

Nuveen Investments
Municipal Exchange-Traded
Closed-End Funds

NUVEEN MARYLAND
PREMIUM INCOME
MUNICIPAL FUND
NMY

NUVEEN MARYLAND
DIVIDEND ADVANTAGE
MUNICIPAL FUND
NFM

NUVEEN MARYLAND
DIVIDEND ADVANTAGE
MUNICIPAL FUND 2
NZR

NUVEEN MARYLAND
DIVIDEND ADVANTAGE
MUNICIPAL FUND 3
NWI

NUVEEN VIRGINIA
PREMIUM INCOME
MUNICIPAL FUND
NPV

NUVEEN VIRGINIA
DIVIDEND ADVANTAGE
MUNICIPAL FUND
NGB

NUVEEN VIRGINIA
DIVIDEND ADVANTAGE
MUNICIPAL FUND 2
NNB

Photo of: Man, woman and child at the beach.
Photo of: A child.

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

Logo: NUVEEN Investments

Photo of: Woman
Photo of: Man and child
Photo of: Woman

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OR

WWW.NUVEEN.COM/ACCOUNTACCESS

if you get your Nuveen Fund dividends
and statements directly from Nuveen.

(Be sure to have the address sheet that accompanied this report handy. You'll need it to complete the enrollment process.)

Logo: NUVEEN Investments

Photo of: Timothy R. Schwertfeger

Timothy R. Schwertfeger
Chairman of the Board

Chairman's
LETTER TO SHAREHOLDERS

Once again, I am pleased to report that over the twelve month period covered by this report your Fund continued to provide you with attractive monthly tax-free income. For more details about the management strategy and performance of your Fund, please read the Portfolio Manager's Comments, the Dividend and Share Price Information, and the Performance Overview sections of this report.

Municipal bonds can be an important building block in a well balanced investment portfolio. In addition to providing attractive tax-free monthly income, a

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municipal bond investment like your Fund may help you achieve and benefit from greater portfolio diversification. Portfolio diversification is a recognized way to try to reduce some of the risk that comes with investing. I encourage you to contact your personal financial advisor who can help explain this important investment strategy.

"PORTFOLIO DIVERSIFICATION IS A RECOGNIZED WAY TO TRY TO REDUCE SOME OF THE RISK THAT COMES WITH INVESTING."

Nuveen Investments is pleased to offer you choices when it comes to receiving your fund reports. In addition to mailed print copies, you can also sign up to receive future Fund reports and other Fund information by e-mail and the Internet. The inside front cover of this report contains information on how you can sign up.

We are grateful that you have chosen us as a partner as you pursue your financial goals, and we look forward to continuing to earn your trust in the months and years ahead. At Nuveen Investments, our mission continues to be to assist you and your financial advisor by offering investment services and products that can help you to secure your financial objectives.

Sincerely,

/s/ Timothy R. Schwertfeger

Timothy R. Schwertfeger
Chairman of the Board

July 11, 2006

Nuveen Investments Municipal Exchange-Traded Closed-End Funds
NMY, NFM, NZR, NWI, NPV, NGB, NNB

Portfolio Manager's
COMMENTS

Portfolio manager Paul Brennan examines economic and municipal market conditions at both the national and state levels, key investment strategies, and the annual performance of these seven Nuveen Funds. Paul, who has 15 years of investment experience, has managed NMY and NPV since 1999; NFM, NZR, NGB, and NNB since 2001; and NWI since 2002.

WHAT FACTORS AFFECTED THE U.S. ECONOMY AND MUNICIPAL MARKET DURING THE ANNUAL REPORTING PERIOD ENDED MAY 31, 2006?

During this reporting period, we saw a general increase in interest rates across the yield curve, although rates at the long end of the curve remained more stable than short-term rates during much of the period. Between June 1, 2005 and May 31, 2006, the Federal Reserve announced eight increases of 0.25% each in the fed funds rate, raising this short-term target by 200 basis points from 3% to 5%. By comparison, the yield on the benchmark 10-year U.S. Treasury note ended May 2006 at 5.11%, up from 4.01% 12 months earlier, while the yield on the Bond Buyer 25 Revenue Bond Index, a widely followed measure of longer-term municipal market rates, was 5.22% at the end of May 2006, an increase of 44 basis points from the beginning of June 2005. As interest rates increased, bond valuations generally declined, and the yield curve flattened as shorter-term rates

approached the levels of longer-term rates.

Even with rising interest rates, increased energy prices, and indications of slowing momentum in the manufacturing sector, the economy remained resilient, with a healthy pattern of growth. After expanding at a rate of 3.3% in the second quarter of 2005, the U.S. gross domestic product (GDP) grew by 4.1% in the third quarter before slowing to 1.7% in the fourth quarter (all GDP numbers annualized). In the first quarter of 2006, the GDP rebounded sharply to 5.6%, fueled by upturns in consumer and federal spending and accelerated business investment in equipment. The overall employment picture remained positive, with national unemployment at 4.6% in May 2006, down from 5.1% in May 2005. Despite an increase in inflation expectations, the year-over-year increase in the Consumer Price Index as of May 2006 was 4.2%. However, during the first five months of 2006, the pace of inflation picked up noticeably, rising at a rate of 5.2% annualized, compared with 3.4% for all of 2005.

Over the 12 months ended May 2006, municipal bond supply nationwide remained strong, as \$403.6 billion in new securities came to market, up 6% from the previous 12 months. However, following record levels of issuance in calendar year 2005, we saw a sharp decline in supply during the first five months of 2006, when municipal issuance totaled \$133.8 billion, off 19% from the same period in 2005. A major factor in 2006's decline in supply was the substantial reduction in pre-refunding volume, which dropped 56% from

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last year's levels as rising interest rates made advance refundings less economically attractive to issuers. Overall, demand for municipal bonds, especially those offering higher yields, continued to be strong and broad-based, with retail investors, property and casualty insurance companies, and hedge funds--all participating in the market.

HOW WERE THE ECONOMIC AND MARKET ENVIRONMENTS IN MARYLAND AND VIRGINIA DURING THIS PERIOD?

The Maryland economy continued to exhibit healthy growth during this reporting period, driven by the government sector and professional and business services, education, and healthcare. Due to the proximity of Washington D.C., the federal government continued to play a dominant role in the state's economy. Maryland also relied heavily on the healthcare and higher education sectors, with Johns Hopkins Hospital, Johns Hopkins University, and the University of Maryland Health System ranking among the state's largest employers. Maryland has below-median exposure to the manufacturing sector, which has been a positive factor over the past few years as manufacturing continued to struggle. In May 2006, Maryland's jobless rate was 3.8%, down from 4.2% in May 2005, putting unemployment in the state close to its pre-recession level of 3.6% in 2000. As was the case in many states and municipalities, an improving economy resulted in tax revenues that are exceeding projections. By the end of fiscal 2006, Maryland's general fund surplus was expected to total \$1.2 billion. The \$12.8 billion fiscal 2007 state budget, which provided additional funding for schools, healthcare, and higher education, represented a conservative 5% increase over fiscal 2006. As of May 2006, Moody's and Standard & Poor's maintained their ratings on Maryland general obligation (GO) debt at Aaa/AAA. During the 12 months ended May 31, 2006, issuance in the state totaled \$6.8 billion, an increase of 30% over the previous 12-month period. For January-May 2006, contrary to national trends, Maryland saw \$2.4 billion in new municipal paper, up 10% from the first five months of 2005. Plans call for Maryland to issue an additional \$690 million in long-term GO debt in fiscal 2007. Overall, Maryland's

debt levels were above the national medians. According to Moody's, Maryland ranked 15th among the 50 states in tax-supported debt and 17th in terms of debt per capita.

With a strong and diverse economic base, highly skilled work force, and relatively low business costs, Virginia's economy continued to perform well during this period, led by the government sector and professional and business services. In 2005, Virginia ranked as the seventh fastest growing state in the nation, with a gross state product of \$5.6 billion compared with the national average of \$3.5 billion. As in Maryland, Virginia's proximity to Washington D.C. meant that federal spending, especially in the defense sector, continued to be an important factor in the commonwealth's economy, with the Hampton Roads area

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serving as home to the nation's largest concentration of military installations. Technology also played an increasing role in Virginia's economy as manufacturing, especially in the south and southwestern portions of the commonwealth, continued to decline. In May 2006, Virginia's unemployment rate was the second lowest in the nation at 3.0%, down from 3.5% in May 2005. The commonwealth's biennium budget for 2005-2006 restored structural balance using a variety of actions, including sales and cigarette tax increases as well as expenditure reductions. Revenues for fiscal 2006 were projected to come in \$124 million ahead of plan, and Virginia's rainy day fund has been restored to \$664 million. In February 2006, Moody's reconfirmed its rating on Virginia GO debt at Aaa with a stable outlook, and S&P confirmed its AAA rating with a stable outlook. During the 12 months ended May 31, 2006, issuance in Virginia totaled \$9.9 billion, an increase of 26% over the previous 12 months. However, the first five months of 2006 saw issuance fall off sharply to \$1.7 billion, down 63% from the first five months of 2005. Some of this decline was due to the fact that 2005's numbers included a large tobacco deal issued by Virginia in May 2005. According to Moody's, Virginia's per capita debt was lower than the national median.

WHAT KEY STRATEGIES WERE USED TO MANAGE THESE FUNDS DURING THIS REPORTING PERIOD?

As interest rates rose and the yield curve flattened during this 12-month period, we continued to emphasize careful duration management, part of which included efforts to more closely align the duration and yield curve positioning of these Funds. Strategically, our purchase activity focused on attractively priced bonds maturing in 10 to 20 years. As the curve continued to flatten and the incremental yield on bonds with longer maturities decreased, we believed that bonds in the 10-year to 20-year range of the curve generally offered reward opportunities more commensurate with their risk levels. However, at various times during this 12-month period, we found that bonds available in longer parts of the yield curve offered more favorable characteristics, and we actively pursued these opportunities.

To help us maintain the Funds' durations within our preferred strategic range, we were also selectively selling holdings with shorter durations, such as bonds priced to short call dates, bonds that were currently callable, and short-dated pre-refunded bonds. Selling these shorter duration bonds and reinvesting further out in the 10-year to 20-year part of the yield curve also helped to improve the Funds' overall call protection profile.

1 Duration is a measure of a bond's price sensitivity as interest rates change, with longer duration bonds displaying more sensitivity to these changes than bonds with shorter durations.

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With yields rising during this period, we also found some opportunities to sell a few of our holdings that were purchased when yields were lower and replace them with similar, newer credits that yielded comparatively more. This process allowed us to maintain the Funds' current portfolio characteristics while strengthening their income potential.

In looking for potential purchase candidates, we kept an opportunistic eye toward all types of issuance that we believed could add value to the Funds' portfolios. Overall, portfolio activity was relatively light. As previously mentioned, while supply in Maryland remained strong over the period, Virginia saw a sharp decline in municipal issuance during the first five months of 2006. Since both Maryland and Virginia are high-quality states, much of the new supply was highly rated and/or insured, and the majority of our new purchases were higher-rated credits. During the latter part of this period, we took advantage of opportunities to add housing bonds across all of these Funds, which benefited their performance for the period.

We also continued to emphasize maintaining the Funds' weightings of bonds rated BBB or lower and non-rated bonds. However, tighter supply in Virginia during 2006 meant fewer interesting lower-rated credit opportunities than usual in that market. While we did find some attractive lower-rated issues to add to the Maryland Funds, the Virginia Funds' allocations of lower quality bonds generally remained stable over this period. Overall, both the Maryland and Virginia Funds continued to have good exposure to this market segment.

Over the past 12 months, our duration management strategies also included the use of forward interest rate swaps, a type of derivative financial instrument, in NFM, NZR, NWI, and NNB. As discussed in our last shareholder report, we began using these swaps in late 2004 in an effort to reduce the interest rate risk in these four Funds. These hedges were not an attempt to profit from correctly predicting the timing and direction of interest rate movements. Instead, our sole objective was to reduce the durations (and resulting pricing sensitivity) of these Funds without having a negative impact on their income streams or common share dividends over the short term. The hedging strategy was effective in helping to reduce the net asset value (NAV) volatility of NFM, NZR, and NNB, and we removed the hedges from NFM in June 2005 and from NZR and NNB during the first quarter of 2006. During this period, the hedges performed as expected.

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HOW DID THE FUNDS PERFORM?

Individual results for these Maryland and Virginia Funds, as well as relevant benchmark and peer group information, are presented in the accompanying table.

TOTAL RETURNS ON NET ASSET VALUE*
For periods ended 5/31/06

MARYLAND FUNDS	1-YEAR	5-YEAR	10-YEAR
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NMY	1.08%	7.11%	6.89%
NFM	1.95%	7.16%	NA
NZR	1.14%	NA	NA
NWI	1.55%	NA	NA
VIRGINIA FUNDS			
NPV	0.71%	6.65%	7.21%
NGB	1.74%	7.71%	NA
NNB	1.53%	NA	NA
Lehman Brothers Municipal Bond Index ²	1.90%	5.27%	5.95%
Lipper Other States Municipal Debt Funds Average ³	1.74%	7.13%	6.92%

*Annualized.

Past performance is not predictive of future results. Current performance may be higher or lower than the data shown. Returns do not reflect the deduction of taxes that shareholders may have to pay on Fund distributions or upon the sale of Fund shares.

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

For the 12 months ended May 31, 2006, the total return on NAV for NFM exceeded the return on the Lehman Brothers Municipal Bond Index. The remaining six Funds underperformed this benchmark. NFM and NGB outperformed and matched, respectively, the average return for the Lipper Other States peer group, while the other five funds trailed the Lipper average. Shareholders should note that the performance of the Lipper Other States category represents the overall average of returns for funds from 10 different states with a wide variety of municipal market conditions, making direct comparisons less meaningful.

One factor that affected the annual performance of these Funds, especially in relation to that of the unleveraged Lehman Brothers Municipal Bond Index, was the use of financial leverage. Although leveraging provides opportunities for additional income and total returns for common shareholders when interest rates fall or remain consistently low, this benefit is reduced when interest rates rise. With the increases in interest rates during this period, the decline in value of the bonds in the underlying portfolios of these Funds was exacerbated by the effects of leveraging. During periods of low short-term rates, these Funds generally pay lower dividends to their MuniPreferred shareholders, which

- 2 The Lehman Brothers Municipal Bond Index is an unleveraged, unmanaged national index comprising a broad range of investment-grade municipal bonds. Results for the Lehman index do not reflect any expenses.
- 3 The Lipper Other States Municipal Debt Funds category average is calculated using the returns of all exchange-traded closed-end funds in this category

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for each period as follows: 1 year, 46; 5 years, 27; and 10 years, 18. Fund and Lipper returns assume reinvestment of dividends.

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can leave more earnings to support common share dividends. Conversely, when short-term interest rates rise, as they did during this reporting period, the Funds' borrowing costs also rise, impacting the Funds' income streams and total returns. However, we remain convinced that, over the long term, the use of financial leverage should work to the benefit of the Funds. This is demonstrated by the five-year and ten-year return performance--both absolute and relative--of NMY, NFM, NPV, and NGB.

Other influences on the Funds' total returns for this period included market factors such as rising interest rates and credit spread tightening as well as fund-specific factors such as yield curve and duration positioning, allocations to lower-rated credits, sector weightings, and pre-refunding activity.

As the yield curve continued to flatten over the course of this period, yield curve and duration positioning played important roles in the Funds' performances. On the whole, bonds in the Lehman Brothers Municipal Bond Index with maturities between 6 and 8 years were the most adversely impacted by recent changes in the yield curve, and they underperformed longer bonds (those with maturities of at least 22 years) by more than 200 basis points. Yield curve positioning or, more specifically, greater exposure to the longer parts of the yield curve that performed well helped the performance of these Funds during this period. However, NPV had less exposure to the longest part of the curve, which hurt its performance relative to the other Funds.

With bonds rated BBB or lower and nonrated bonds generally outperforming other credit quality sectors during this period, all of these Funds benefited from their allocations of lower-quality credits. The performance of this sector was largely the result of investor demand for the higher yields typically associated with lower-quality bonds, which drove up their value and tightened credit spreads. As of May 31, 2006, the Maryland Funds had weightings of BBB, sub-investment grade and nonrated bonds ranging from 16% in NMY to 17% in NZR and 19% in NFM and NWI, while the Virginia Funds had allocations of 10% in NPV, 11% in NNB, and 14% in NGB. NPV's lighter exposure to bonds in this market segment, especially to bonds rated BB and lower, detracted from its 12-month performance.

Among the lower-rated holdings making contributions to the Funds' total returns for this period were industrial development revenue and resource recovery bonds, healthcare (including hospitals), and tobacco, all of which ranked among the top performing revenue sectors in the Lehman Brothers Municipal Bond Index.

Housing bonds were also among some of the best performing credits in the Funds' portfolios, as rising interest rates lessened the incidence and impact of prepayments and bond

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calls. Both multifamily and single-family housing bonds were positive contributors across all of these Funds. With a weighting of 16%, NFM, which took advantage of the ample opportunities to purchase housing bonds during the Fund's initial investment period in 2001, had the highest exposure to these credits,

while NPV had the lowest, at 5%.

During this period, we continued to see a number of advance refundings⁴, which benefit the Funds through price appreciation and enhanced credit quality. As the yield curve flattened, more lower coupon bonds were being pre-refunded, which meant that, in general, the positive impact from refinancings was less than in the previous reporting period.

While advance refundings generally enhanced performance for this 12-month period, the rising interest rate environment--especially at the short end of the yield curve--meant that the Funds' holdings of older, previously pre-refunded bonds tended to underperform the general municipal market, due primarily to the shorter effective maturities of these bonds. This was especially true in NMY and NZR. Other sectors that tended to underperform the general municipal market included general obligation bonds and special tax-backed issues.

HOW WERE THE FUNDS POSITIONED IN TERMS OF CREDIT QUALITY AND BOND CALLS AS OF MAY 31, 2006?

We continued to believe that maintaining overall strong credit quality was an important technique. As of May 31, 2006, all seven of these Funds continued to offer excellent overall credit quality, with allocations of bonds rated AAA/U.S. guaranteed and AA ranging from 67% in NFM to 73% in NMY, 74% in NZR and NWI, and 78% in NGB to 82% in NNB and 83% in NPV.

As of May 31, 2006, potential call exposure for the period from June 2006 through the end of 2007 ranged from zero in NNB, 2% in NFM, NZR, NWI, and NGB, and 4% in NPV to 15% in NMY. In general, NMY continued to hold many of these callable bonds during the period, in part due to their performance potential. The number of actual bond calls in all of these Funds depends largely on future market interest rates.

4 Advance refundings, also known as pre-refundings or refinancings, occur when an issuer sells new bonds and uses the proceeds to fund principal and interest payments of older existing bonds. This process often results in lower borrowing costs for bond issuers.

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Dividend and Share Price INFORMATION

As previously noted, all of the Funds in this report use leverage to potentially enhance opportunities for additional income for common shareholders. During periods of rising short-term interest rates, as was the case during this reporting period, the Funds' borrowing costs also rise, reducing the extent of the benefits of leveraging. The Funds' income streams were also impacted as the proceeds from older, higher-yielding bonds that matured or were called were reinvested into bonds generally offering lower yields, especially in the older Funds. These factors resulted in one monthly dividend reduction in NFM, NGB, and NNB and two in NMY, NZR, and NPV over the 12-month period ended May 31, 2006. The dividend of NWI remained stable throughout this reporting period, due in part to the hedging strategy in place in this Fund.

Due to capital gains generated by normal portfolio activity, common shareholders of the following Funds received capital gains and net ordinary income distributions at the end of December 2005, as follows:

	LONG-TERM CAPITAL GAINS (PER SHARE)	ORDINARY INCOME (PER SHARE)
NMY	\$0.0245	\$0.0069
NZR	\$0.0275	\$0.0001
NPV	\$0.2431	--
NNB	\$0.0666	--

These distributions, which represented an important part of the total returns of these four Funds for this period, were generated by bond calls and sales of appreciated securities. This had a slight negative impact on the earning power per common share of these Funds and was a minor factor in the common share dividend reductions noted above.

All of the Funds in this report seek to pay stable dividends at rates that reflect each Fund's past results and projected future performance. During certain periods, each Fund may pay dividends at a rate that may be more or less than the amount of net investment income actually earned by the Fund during the period. If a Fund has cumulatively earned more than it has paid in dividends, it holds the excess in reserve as undistributed net investment income (UNII) as part of the Fund's NAV. Conversely, if a Fund has cumulatively paid dividends in excess of its earnings, the excess constitutes negative UNII that is likewise reflected in the Fund's NAV. Each Fund will, over time, pay all of its net investment income as dividends to shareholders. As of May 31, 2006, all of the Funds in this report except NWI had a positive UNII balance for both financial statement and tax purposes. NWI had a positive UNII balance for tax purposes, and a negative UNII balance for financial statement purposes.

At the end of the reporting period, the Funds' share prices were trading at premiums or discounts to their NAVs as shown in the accompanying chart:

	5/31/06 PREMIUM/DISCOUNT	12-MONTH AVERAGE PREMIUM/DISCOUNT
NMY	+0.35%	+2.31%
NFM	+4.26%	+7.10%
NZR	0.00%	+4.51%
NWI	-3.35%	-2.13%
NPV	+0.13%	+7.01%
NGB	+14.69%	+12.91%
NNB	+9.19%	+9.04%

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Nuveen Maryland Premium Income Municipal Fund
 NMY

Performance
 OVERVIEW As of May 31, 2006

Pie Chart:

CREDIT QUALITY
 (as a % of total investments)

AAA/U.S. Guaranteed	48%
AA	25%
A	11%
BBB	9%
BB or Lower	5%
N/R	2%

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE²

Jun	0.069
Jul	0.069
Aug	0.069
Sep	0.0655
Oct	0.0655
Nov	0.0655
Dec	0.062
Jan	0.062
Feb	0.062
Mar	0.062
Apr	0.062
May	0.062

Line Chart:

SHARE PRICE PERFORMANCE
 Weekly Closing Price

Past performance is not predictive of future results.

6/01/05	15.75
	15.76
	15.8
	15.78
	15.62
	15.63
	15.65
	15.65
	15.78
	15.75
	15.65
	15.57
	15.65
	15.53
	15.69
	15.63
	15.68
	15.72
	15.73
	15.84
	15.84
	15.98
	16.1
	15.99

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	14.76
	14.75
	14.5
	14.68
	14.67
	14.62
	14.52
	14.52
	14.53
	14.54
	14.65
	14.65
	14.67
	14.59
	14.56
	14.6
	14.54
	14.57
	14.57
	14.47
	14.42
5/31/06	14.52

FUND SNAPSHOT

Common Share Price	\$14.52

Common Share	
Net Asset Value	\$14.47

Premium/(Discount) to NAV	0.35%

Market Yield	5.12%

Taxable-Equivalent Yield ¹	7.47%

Net Assets Applicable to	
Common Shares (\$000)	\$153,834

Average Effective Maturity on Securities (Years)	15.69
Leverage-Adjusted Duration	8.56

AVERAGE ANNUAL TOTAL RETURN
(Inception 3/18/93)

	ON SHARE PRICE	ON NAV
1-Year	-2.94%	1.08%
5-Year	3.87%	7.11%
10-Year	7.01%	6.89%

INDUSTRIES
(as a % of total investments)

Tax Obligation/General	23.6%
Health Care	14.8%
Tax Obligation/Limited	14.4%
Education and Civic Organizations	13.3%
U.S. Guaranteed	12.5%
Housing/Multifamily	10.5%
Other	10.9%

- 1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 31.5%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- 2 The Fund paid shareholders capital gains and net ordinary income distributions in December 2005 of \$0.0314 per share.

Nuveen Maryland Dividend Advantage Municipal Fund
NFM

Performance
OVERVIEW As of May 31, 2006

Pie Chart:

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CREDIT QUALITY

(as a % of total investments)

AAA/U.S. Guaranteed	47%
AA	20%
A	14%
BBB	12%
BB or Lower	2%
N/R	5%

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Jun	0.0715
Jul	0.0715
Aug	0.0715
Sep	0.0715
Oct	0.0715
Nov	0.0715
Dec	0.0715
Jan	0.0715
Feb	0.0715
Mar	0.068
Apr	0.068
May	0.068

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

6/01/05	15.71
	15.95
	15.96
	15.8
	15.86
	15.87
	15.77
	15.54
	15.51
	15.71
	15.85
	15.57
	15.8
	15.8
	16.07
	16.15
	16.4
	16.29
	16.29
	16.35
	16.3
	16.08
	16.1
	15.79
	15.9
	15.9
	15.85
	15.94
	15.74
	15.85
	15.94
	16.02

16.1
15.79
15.85
15.78
15.78
15.7
15.75
15.6
15.76
15.81
15.81
15.84
15.72
15.8
15.78
15.72
15.72
15.81
15.92
15.93
16.05
15.95
16.23
16.3
16.4
16.5
16.75
16.69
16.46
16.57
16.5
16.73
16.63
16.6
16.58
16.69
16.8
17.2
16.6
16.6
16.64
16.3
16.3
16.2
16.25
16.35
16.23
15.99
15.84
15.75
15.78
15.66
15.73
15.7
15.61
15.92
15.99
15.9
15.93
15.95
15.99
15.99

15.71
15.6
15.6
15.89
15.75
15.9
15.75
15.75
15.76
15.9
15.8
15.83
15.6
15.58
15.65
15.6
15.65
15.33
15.25
15.53
15.5
15.5
15.41
15.36
15.2
15.06
14.9
14.75
14.7
14.84
14.61
14.74
14.67
14.91
14.77
15
14.93
14.8
14.7
14.92
14.92
14.85
14.71
14.75
14.7
14.69
14.69
14.85
15.14
15.5
15.16
15
15.28
15.42
15.5
15.25
15.25
15.17
15.7
15.65
15.7
15.78

15.85
15.73
15.9
16
15.95
15.75
16.1
15.95
16.04
15.95
15.9
15.85
16.17
16.5
16.49
16.45
16.42
16.39
16.5
16.35
16.5
16.77
16.7
16.7
16.77
16.99
16.73
16.67
16.69
16.8
16.72
16.75
16.72
17
16.86
17
16.67
16.67
16.55
16.6
16.6
16.73
16.85
16.8
16.8
16.87
17.09
16.6
16.35
16.15
16.15
16.05
16.3
16.36
16.36
16.25
16.05
16.05
16.15
16.2
15.9
15.9

	15.65
	15.6
	15.7
	15.65
	15.9
	15.95
	15.95
	15.65
	16
	15.9
	15.75
	15.8
	15.81
	15.83
	15.83
	15.82
	15.83
	15.75
	15.9
	15.85
	15.95
	15.98
	15.9
	15.5
	15.46
	15.35
	15.29
	15.39
	15.26
	15.33
	15.33
	15.23
	15.2
	15.33
	15.21
	15.27
5/31/06	15.19

FUND SNAPSHOT

Common Share Price	\$15.19

Common Share	
Net Asset Value	\$14.57

Premium/(Discount) to NAV	4.26%

Market Yield	5.37%

Taxable-Equivalent Yield ¹	7.84%

Net Assets Applicable to	
Common Shares (\$000)	\$60,762

Average Effective Maturity	
on Securities (Years)	18.47

Leverage-Adjusted Duration	7.59

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AVERAGE ANNUAL TOTAL RETURN
(Inception 1/23/01)

	ON SHARE PRICE	ON NAV
1-Year	2.51%	1.95%
5-Year	4.69%	7.16%
Since Inception	5.89%	6.36%

INDUSTRIES
(as a % of total investments)

Tax Obligation/General	24.2%
Health Care	17.0%
U.S. Guaranteed	13.6%
Tax Obligation/Limited	12.9%
Housing/Multifamily	12.8%
Education and Civic Organizations	8.9%
Other	10.6%

1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 31.5%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

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Nuveen Maryland Dividend Advantage Municipal Fund 2
NZR

Performance
OVERVIEW As of May 31, 2006

Pie Chart:

CREDIT QUALITY
(as a % of total investments)

AAA/U.S. Guaranteed	49%
AA	25%
A	9%
BBB	9%
BB or Lower	3%
N/R	5%

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Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE2

Jun	0.073
Jul	0.073
Aug	0.073
Sep	0.0695
Oct	0.0695
Nov	0.0695
Dec	0.0695
Jan	0.0695
Feb	0.0695
Mar	0.066
Apr	0.066
May	0.066

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

6/01/05	15.51
	15.42
	15.55
	15.5
	15.47
	15.6
	15.46
	15.41
	15.3
	15.43
	15.38
	15.53
	15.87
	15.52
	15.53
	15.73
	15.94
	15.93
	16.11
	15.8
	15.98
	15.89
	16.39
	16.6
	16.45
	16
	15.93
	15.96
	16.07
	16.23
	15.88
	16.04
	15.96
	16.19
	16.1
	16.23
	16.02
	15.76
	15.54
	15.68
	15.69

15.61
15.61
15.47
15.4
15.35
15.49
15.5
15.64
15.75
15.86
15.8
15.85
15.88
16.2
16.17
16.17
15.85
15.86
15.85
15.93
15.77
15.8
16.18
16.14
16.14
16
15.96
16.07
16.13
16.05
16
16.07
15.79
15.99
15.99
15.8
16.11
16.19
16.3
16.11
16
15.95
16.09
15.91
15.93
15.9
15.98
16.05
16.05
16
16.12
15.93
15.89
15.7
15.78
15.65
15.59
15.6
15.3
15.23
15.55
15.45

15.35
15.08
15.3
15.46
15.55
15.49
15.54
15.65
15.8
15.8
16
16.1
16.1
15.95
15.9
15.7
15.78
15.51
15.6
15.47
15.45
15.4
15.4
15.49
15.32
15.72
15.97
15.63
15.68
15.51
15.65
15.53
15.52
15.59
15.66
16
16.05
16.06
16.05
16.05
16.3
16.24
16.08
16.34
16.37
16.22
16.33
16.33
16.38
16.19
16.28
16.42
16.42
16.55
16.55
16.5
16.5
16.33
16.5
16.23
16.14
16.21

16.15
16.05
16.15
15.95
16.2
16.05
16.5
16.6
16.48
16.5
16.15
16.45
16.8
16.5
16.31
16.43
16.6
16.69
16.52
16.42
16.35
16.15
16.25
16.2
16.39
16.65
16.8
16.67
16.3
16.3
16.3
16.05
15.92
15.9
16.2
16.05
15.84
15.84
15.65
15.4
15.2
15.2
14.95
14.99
15.03
14.93
14.92
15.05
15.28
15.15
15.12
15.3
15.12
15.3
15.13
15.4
15.38
15.41
15.36
15.26
14.95
15

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	15.03
	15.23
	15.05
	14.9
	15.15
	15.15
	14.95
	14.98
	14.7
	14.88
	14.9
	15
	15.12
	15.17
	15.23
	15.2
	15.15
	15
	14.97
	15.02
	14.95
	15.05
	14.95
	14.98
	14.94
	14.9
	14.98
5/31/06	14.76

FUND SNAPSHOT

Common Share Price	\$14.76
Common Share Net Asset Value	\$14.76
Premium/(Discount) to NAV	0.00%
Market Yield	5.37%
Taxable-Equivalent Yield ¹	7.84%
Net Assets Applicable to Common Shares (\$000)	\$61,726
Average Effective Maturity on Securities (Years)	17.16
Leverage-Adjusted Duration	8.05

AVERAGE ANNUAL TOTAL RETURN
(Inception 9/25/01)

	ON SHARE PRICE	ON NAV
1-Year	1.13%	1.14%
Since Inception	5.35%	6.47%

INDUSTRIES
(as a % of total investments)

Tax Obligation/General	25.7%
-----	-----
U.S. Guaranteed	16.4%
-----	-----
Health Care	14.4%
-----	-----
Tax Obligation/Limited	13.3%
-----	-----
Education and Civic Organizations	11.2%
-----	-----
Housing/Multifamily	7.0%
-----	-----
Other	12.0%
-----	-----

- 1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 31.5%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- 2 The Fund paid shareholders capital gains and net ordinary income distributions in December 2005 of \$0.0276 per share.

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Nuveen Maryland Dividend Advantage Municipal Fund 3
NWI

Performance
OVERVIEW As of May 31, 2006

Pie Chart:
CREDIT QUALITY
(as a % of total investments)

AAA/U.S. Guaranteed	42%
AA	32%
A	7%
BBB	12%
BB or Lower	3%
N/R	4%

Bar Chart:
2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Jun	0.0595
Jul	0.0595
Aug	0.0595

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Sep	0.0595
Oct	0.0595
Nov	0.0595
Dec	0.0595
Jan	0.0595
Feb	0.0595
Mar	0.0595
Apr	0.0595
May	0.0595

Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

6/01/05	14.38
	14.47
	14.54
	14.2
	14.31
	14.2
	14.26
	14.23
	14.16
	14.08
	14.14
	14.25
	14.41
	14.45
	14.42
	14.48
	14.69
	14.61
	14.55
	14.55
	14.65
	14.56
	14.67
	14.76
	14.5
	14.66
	14.63
	14.51
	14.53
	14.4
	14.27
	14.35
	14.11
	14.03
	14.02
	14.1
	14.15
	14.44
	14.36
	14.4
	14.39
	14.45
	14.45
	14.5
	14.4
	14.5
	14.49

14.41
14.32
14.55
14.32
14.27
14.54
14.46
14.55
14.42
14.29
14.55
14.31
14.36
14.57
14.67
14.8
14.59
14.52
14.52
14.5
14.49
14.48
14.55
14.56
14.55
14.54
14.67
14.49
14.4
14.12
14.3
14.53
14.75
14.81
14.82
14.68
14.64
14.63
14.37
14.66
14.66
14.62
14.62
14.55
14.5
14.44
14.41
14.24
14.17
14.1
14.19
14.12
14.04
14.01
14.12
14.25
14.31
14.35
14.1
14.1
14.27
14.41

14.4
14.04
14.26
14.32
14.48
14.14
14
14.01
14
14.29
14.07
14.3
14.1
14.1
14.06
13.97
14
14.04
14.09
13.98
13.84
14.01
13.84
13.85
14.05
14.15
14.11
13.75
13.6
13.55
13.59
13.56
13.56
13.57
13.7
13.73
13.76
13.79
13.98
14
14.35
14.35
14.34
14.11
14.2
14.29
14.1
14.27
14.2
14.31
14.35
14.19
14.09
14.19
14.35
14.3
14.18
14.35
14.62
14.39
14.53
14.45

14.34
14.29
14.27
14.22
14.19
14.15
14.13
14.24
14.43
14.58
14.24
14.45
14.56
14.39
14.65
14.34
14.65
14.55
14.6
14.35
14.36
13.98
14
14.2
14.51
14.4
14.15
14.38
14.54
14.51
14.65
14.4
14.4
14.04
14.01
14.02
14
14.07
14
14.04
13.96
14.07
14
14.08
14.55
14.38
14.08
13.99
13.9
13.9
14.1
14.2
14.2
14.25
14.3
14.3
14.24
14.11
13.98
14.14
14.4
14.4

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	14.4
	13.98
	14
	13.95
	13.95
	13.93
	13.93
	13.98
	13.98
	13.91
	13.8
	14
	13.82
	13.7
	13.7
	13.7
	13.64
	13.76
	13.78
	13.81
	13.77
5/31/06	13.85

FUND SNAPSHOT

Common Share Price	\$13.85

Common Share	
Net Asset Value	\$14.33

Premium/(Discount) to NAV	-3.35%

Market Yield	5.16%

Taxable-Equivalent Yield ¹	7.53%

Net Assets Applicable to	
Common Shares (\$000)	\$76,809

Average Effective Maturity	
on Securities (Years)	17.21

Leverage-Adjusted Duration	7.83

AVERAGE ANNUAL TOTAL RETURN
(Inception 9/25/02)

	ON SHARE PRICE	ON NAV

1-Year	1.09%	1.55%

Since		
Inception	3.14%	5.30%

INDUSTRIES
(as a % of total investments)

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Tax Obligation/Limited	23.0%
U.S. Guaranteed	16.4%
Tax Obligation/General	15.9%
Health Care	12.1%
Housing/Multifamily	10.0%
Education and Civic Organizations	9.0%
Other	13.6%

1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 31.5%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

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Nuveen Virginia Premium Income Municipal Fund
NPV

Performance
OVERVIEW As of May 31, 2006

Pie Chart:
CREDIT QUALITY
(as a % of total investments)

AAA/U.S. Guaranteed	52%
AA	31%
A	7%
BBB	6%
BB or Lower	1%
N/R	3%

Bar Chart:
2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE²

Jun	0.069
Jul	0.069
Aug	0.069
Sep	0.069
Oct	0.069
Nov	0.069
Dec	0.0655
Jan	0.0655
Feb	0.0655
Mar	0.062
Apr	0.062
May	0.062

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Line Chart:

SHARE PRICE PERFORMANCE

Weekly Closing Price

Past performance is not predictive of future results.

6/01/05	17.68
	17.88
	18
	18.02
	18.02
	18.03
	18.07
	18.07
	17.95
	17.95
	17.81
	17.4
	17.39
	17.28
	17.4
	17.47
	17.33
	17.34
	17.44
	17.39
	17.4
	17.51
	17.91
	17.85
	17.87
	17.69
	17.95
	18.1
	17.91
	17.45
	17.3
	17.12
	17.13
	17.02
	17.06
	16.85
	16.75
	16.72
	16.8
	16.78
	16.94
	17.09
	17.09
	16.95
	16.92
	16.81
	16.87
	16.93
	16.94
	16.92
	16.96
	16.78
	16.86
	16.85
	16.89
	16.59
	16.75
	16.66

16.65
16.7
16.85
16.94
17.19
17.49
17.23
17.29
17.22
17.44
17.4
17.26
17.56
17.42
17.53
17.49
17.53
17.57
17.5
17.35
17.3
17.2
17.05
16.79
16.63
16.62
16.98
17
17.1
17.45
17.35
17.52
17.55
17.7
17.55
17.9
17.88
17.6
17.6
17.58
17.7
17.53
17.07
17.18
17.09
17.25
17
17.12
17.1
16.98
16.95
16.65
16.99
16.8
16.96
16.82
16.82
16.73
16.85
16.65
16.5
16.43

16.47
16.45
16.14
16.1
16
16.12
16.11
16.19
16.1
16.28
16.34
16.34
16.29
16.06
16.09
16.01
16.17
15.8
15.65
15.82
15.76
15.54
15.22
15.22
15.26
15.37
15.75
15.8
15.9
15.97
15.97
15.98
16.18
15.93
15.85
16.14
16.09
15.6
15.75
15.76
15.78
15.79
16.05
16
15.85
16.1
16.27
16.4
16.5
16.1
15.9
15.8
15.76
15.61
15.51
15.57
15.55
15.71
15.75
15.76
15.95
16.08

16.11
15.66
15.86
15.76
15.95
16.18
16.15
16.4
16.5
16.3
15.8
15.83
15.72
15.4
15.45
15.75
15.75
16.15
16.19
16.18
16
15.85
16.14
15.54
15.5
15.5
15.41
15.5
15.41
15.41
15.44
15.27
15.5
15.55
15.48
15.19
15.35
15.1
14.95
15.05
14.9
15.21
15.28
15.27
15.5
15.39
15.6
15.75
15.65
15.3
15.3
15.51
15.87
15.78
15.35
15.37
15.1
15.19
15.11
14.91
14.99
15.11

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	15.12
	14.9
	15.15
	14.98
	14.92
	14.85
	15.1
	15.1
	15.19
	15.05
5/31/06	14.91

FUND SNAPSHOT

Common Share Price	\$14.91
Common Share Net Asset Value	\$14.89
Premium/(Discount) to NAV	0.13%
Market Yield	4.99%
Taxable-Equivalent Yield ¹	7.34%
Net Assets Applicable to Common Shares (\$000)	\$132,626
Average Effective Maturity on Securities (Years)	15.24
Leverage-Adjusted Duration	8.22

AVERAGE ANNUAL TOTAL RETURN
(Inception 3/18/93)

	ON SHARE PRICE	ON NAV
1-Year	-9.98%	0.71%
5-Year	4.24%	6.65%
10-Year	6.72%	7.21%

INDUSTRIES

(as a % of total investments)

Tax Obligation/Limited	22.5%
Tax Obligation/General	19.1%
Health Care	11.6%
U.S. Guaranteed	10.3%
Transportation	9.1%

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Utilities	8.1%
-----	-----
Education and Civic Organizations	4.8%
-----	-----
Other	14.5%
-----	-----

- 1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 32%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.
- 2 The Fund paid shareholders a capital gains distribution in December 2005 of \$0.2431 per share.

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Nuveen Virginia Dividend Advantage Municipal Fund
NGB

Performance
OVERVIEW As of May 31, 2006

Pie Chart:

CREDIT QUALITY
(as a % of total investments)

AAA/U.S. Guaranteed	49%
AA	29%
A	8%
BBB	5%
BB or Lower	4%
N/R	5%

Bar Chart:

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

Jun	0.0755
Jul	0.0755
Aug	0.0755
Sep	0.072
Oct	0.072
Nov	0.072
Dec	0.072
Jan	0.072
Feb	0.072
Mar	0.072
Apr	0.072
May	0.072

Line Chart:
SHARE PRICE PERFORMANCE
Weekly Closing Price
Past performance is not predictive of future results.

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6/01/05	17.05
	17.15
	17.25
	17.2
	17.15
	17.2
	17.2
	17
	17.01
	17.1
	17.18
	17.18
	17.3
	17.24
	17.15
	17.47
	17.47
	17.47
	17.4
	17.36
	17.35
	17.22
	17.34
	17.94
	17.6
	17.72
	17.93
	17.98
	17.98
	17.89
	17.99
	17.99
	18.13
	18.2
	18.2
	18.06
	18.51
	18.42
	18.4
	18.6
	18.76
	18.8
	18.8
	19
	18.98
	18.85
	18.56
	18.72
	18.82
	18.93
	18.7
	17.77
	17.8
	17.31
	17.51
	17.6
	17.63
	17.63
	17.71
	17.57
	17.53
	17.83

18.05
18
18.05
18.15
18.2
18.25
18.25
18.17
18.41
18.41
18.41
18.41
18.38
18.09
18
17.72
17.69
17.67
17.47
17.46
17.31
17.31
17.25
17.25
17.61
17.77
17.85
17.55
17.55
17.55
17.64
17.32
17.23
17.34
17.34
17.4
17.22
17.37
16.62
16.75
16.79
16.75
16.71
16.51
16.45
16.3
16.41
16.29
16.25
16.04
15.81
15.6
15.86
15.33
15.4
15.36
15.4
15.68
15.33
15.34
15.41
15.1

15.15
15.15
15.24
15.35
15.48
15.8
16.27
16.26
16.55
16.05
15.9
15.98
15.95
15.79
16
15.99
15.65
15.84
16.05
16.04
16
16
16
16.15
16.25
16.3
16.3
16.35
16.52
16.75
16.55
17
16.99
17
17
17
17.17
17.55
17.55
17.74
17.75
17.65
17.88
17.86
17.95
18
18
17.92
17.35
17.2
17.1
17.41
17.45
17.4
17.11
17.3
17.3
17.3
17.34
16.83
16.73
16.69

16.95
17
17.3
17.3
17.25
17.45
17.19
17.19
17.19
17.24
17
17.01
17.05
17.29
17.29
17.4
17.5
17.67
17.75
17.16
17.16
16.75
16.95
17.09
17.09
16.8
16.9
17.16
17.27
17.28
17.28
17.27
17.43
17.43
17.3
17.12
17.12
16.96
16.88
16.95
17.2
17.04
17.13
17.06
17.2
17.25
17.25
17.4
17.66
17.8
17.61
17.51
17.55
17.35
17.35
17.4
17.4
17.25
17.25
17.25
17.12
17.45

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	17.55
	17.55
	17.05
	17.07
	17.05
	17.1
5/31/06	17.1

FUND SNAPSHOT

Common Share Price	\$17.10
Common Share Net Asset Value	\$14.91
Premium/(Discount) to NAV	14.69%
Market Yield	5.05%
Taxable-Equivalent Yield ¹	7.43%
Net Assets Applicable to Common Shares (\$000)	\$46,626
Average Effective Maturity on Securities (Years)	15.99
Leverage-Adjusted Duration	8.09

AVERAGE ANNUAL TOTAL RETURN
(Inception 1/26/01)

	ON SHARE PRICE	ON NAV
1-Year	5.86%	1.74%
5-Year	8.14%	7.71%
Since Inception	8.12%	6.85%

INDUSTRIES

(as a % of total investments)

Tax Obligation/General	21.0%
Tax Obligation/Limited	16.5%
Transportation	16.1%
U.S. Guaranteed	11.7%
Education and Civic Organizations	9.4%
Health Care	7.3%

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Consumer Staples	3.2%

Other	14.8%

1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 32%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

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Nuveen Virginia Dividend Advantage Municipal Fund 2
NNB

Performance
OVERVIEW As of May 31, 2006

Pie Chart:
CREDIT QUALITY
(as a % of total investments)

AAA/U.S. Guaranteed	51%
AA	31%
A	7%
BBB	5%
BB or Lower	2%
N/R	4%

Bar Chart:
2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE²

Jun	0.0715
Jul	0.0715
Aug	0.0715
Sep	0.0715
Oct	0.0715
Nov	0.0715
Dec	0.0715
Jan	0.0715
Feb	0.0715
Mar	0.068
Apr	0.068
May	0.068

Line Chart:
SHARE PRICE PERFORMANCE
Weekly Closing Price
Past performance is not predictive of future results.

6/01/05	16.96
	16.59
	16.64
	16.65
	16.63
	16.7
	16.66
	16.6

16.71
16.69
16.89
16.85
16.78
16.82
16.81
17
16.99
17
17.03
17
17.3
17.4
16.95
17.11
17.32
17.15
17.2
17.3
17.16
17.2
17.15
17.2
17.2
17.15
17.08
17.11
17.2
17.25
17.39
17.38
17.2
17.28
17.28
17.32
17.11
16.84
16.95
17.17
17.31
17.31
17.36
17.15
17.2
17.4
17.6
17.3
17.32
17.2
17.1
17.11
17.12
17.15
17.32
17.49
17.21
17.13
17.22
17.38
17.5
17.5

17.45
17.44
17.19
17.14
17.14
16.95
16.97
17
16.75
16.8
16.65
16.2
16.25
16.3
16.67
17
17.2
17.08
17.07
17.07
17.09
16.98
16.84
17
16.8
16.77
16.71
16.81
16.51
16.4
16.5
16.63
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16.45
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16.52
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16.63
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16.3
16.3
16.17
16.22
16.19
15.95
15.95
15.88
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16
15.95
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15.97
16
16.14
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16.5
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16.6
16.62
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16.5
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16.09
16.09
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16.26
16.39
16.39
16.6
16.63
16.65
16.64
16.64
16.95
17.4
17.25
16.9
17.07
17
16.9
16.81
16.8
16.8
16.85
16.7
16.9
16.8
17
17.01
16.9
16.89
16.89
17.15
17.3
17.27
16.9
17.15
17.35
17.37
17.11
17.25
17.05
17.05
17.05
17
17
17.05
16.91
16.95
17.15
17
16.91
16.85
16.55
16.4
16.4

16.6
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16.49
16.94
16.94
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17.09
17.11
16.75
16.46
16.55
16.11
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16.49
16.46
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16.85
16.75
17.04
17.04
17.04
17.18
16.88
16.6
16.21
16.2
16.18
16.05
16.02
16.1
16
15.75
15.91
15.94
15.94
15.97
15.97
15.95
16.1
16.15
16.3
16.15
16.22
16.45
16.35
16.45
16.4
16.42
16.21
16.3
16.38
16.16
16.15
16.15
16.3
16.45
16.4
16.13
16.4

5/31/06

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FUND SNAPSHOT

Common Share Price	\$16.40
Common Share Net Asset Value	\$15.02
Premium/(Discount) to NAV	9.19%
Market Yield	4.98%
Taxable-Equivalent Yield ¹	7.32%
Net Assets Applicable to Common Shares (\$000)	\$85,887
Average Effective Maturity on Securities (Years)	16.26
Leverage-Adjusted Duration	8.22

AVERAGE ANNUAL TOTAL RETURN
(Inception 11/15/01)

	ON SHARE PRICE	ON NAV
1-Year	3.45%	1.53%
Since Inception	7.93%	7.25%

INDUSTRIES

(as a % of total investments)

Tax Obligation/General	25.6%
Tax Obligation/Limited	13.8%
Health Care	12.0%
U.S. Guaranteed	11.7%
Water and Sewer	10.4%
Housing/Single Family	6.5%
Education and Civic Organizations	6.0%
Other	14.0%

1 Taxable-Equivalent Yield represents the yield that must be earned on a fully taxable investment in order to equal the yield of the Fund on an after-tax basis. It is based on a combined federal and state income tax rate of 32%. When comparing this Fund to investments that generate

qualified dividend income, the Taxable-Equivalent Yield is lower.

- 2 The Fund paid shareholders a capital gains distribution in December 2005 of \$0.0666 per share.

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Report of
INDEPENDENT REGISTERED
PUBLIC ACCOUNTING FIRM

THE BOARD OF TRUSTEES AND SHAREHOLDERS
NUVEEN MARYLAND PREMIUM INCOME MUNICIPAL FUND
NUVEEN MARYLAND DIVIDEND ADVANTAGE MUNICIPAL FUND
NUVEEN MARYLAND DIVIDEND ADVANTAGE MUNICIPAL FUND 2
NUVEEN MARYLAND DIVIDEND ADVANTAGE MUNICIPAL FUND 3
NUVEEN VIRGINIA PREMIUM INCOME MUNICIPAL FUND
NUVEEN VIRGINIA DIVIDEND ADVANTAGE MUNICIPAL FUND
NUVEEN VIRGINIA DIVIDEND ADVANTAGE MUNICIPAL FUND 2

We have audited the accompanying statements of assets and liabilities, including the portfolios of investments, of Nuveen Maryland Premium Income Municipal Fund, Nuveen Maryland Dividend Advantage Municipal Fund, Nuveen Maryland Dividend Advantage Municipal Fund 2, Nuveen Maryland Dividend Advantage Municipal Fund 3, Nuveen Virginia Premium Income Municipal Fund, Nuveen Virginia Dividend Advantage Municipal Fund and Nuveen Virginia Dividend Advantage Municipal Fund 2 (the Funds) as of May 31, 2006, and the related statements of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, and the financial highlights for each of the periods indicated therein. These financial statements and financial highlights are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. We were not engaged to perform an audit of the Funds' internal control over financial reporting. Our audits included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Funds' internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and financial highlights, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. Our procedures included confirmation of securities owned as of May 31, 2006, by correspondence with the custodian and brokers. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial positions of Nuveen Maryland Premium Income Municipal Fund, Nuveen Maryland Dividend Advantage Municipal Fund, Nuveen Maryland Dividend Advantage Municipal Fund 2, Nuveen Maryland Dividend Advantage Municipal Fund 3, Nuveen Virginia Premium

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Income Municipal Fund, Nuveen Virginia Dividend Advantage Municipal Fund and Nuveen Virginia Dividend Advantage Municipal Fund 2 at May 31, 2006, the results of their operations for the year then ended, changes in their net assets for each of the two years in the period then ended, and their financial highlights for each of the periods indicated therein in conformity with U.S. generally accepted accounting principles.

/s/ Ernst & Young LLP

Chicago, Illinois
July 14, 2006

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Nuveen Maryland Premium Income Municipal Fund (NMY)
Portfolio of
INVESTMENTS May 31, 2006

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

	CONSUMER DISCRETIONARY - 1.4% (1.0% OF TOTAL INVESTMENTS)	
\$ 2,100	Baltimore, Maryland, Senior Lien Convention Center Hotel Revenue Bonds, Series 2006A, 5.250%, 9/01/39 - XLCA Insured	9/16 at 100

	CONSUMER STAPLES - 2.0% (1.4% OF TOTAL INVESTMENTS)	
3,095	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Refunding Bonds, Series 2002, 5.375%, 5/15/33	5/12 at 100

	EDUCATION AND CIVIC ORGANIZATIONS - 19.8% (13.3% OF TOTAL INVESTMENTS)	
1,250	Frederick County, Maryland, Educational Facilities Revenue Bonds, Mount Saint Mary's College, Series 2006, 5.625%, 9/01/38	9/16 at 100
	Frederick County, Maryland, Educational Facilities Revenue Bonds, Mount St. Mary's College, Series 2001A:	
200	5.750%, 9/01/25	3/10 at 101
200	5.800%, 9/01/30	3/10 at 101
1,000	Hartford County, Maryland, Economic Development Revenue Bonds, Battelle Memorial Institute, Series 2004, 5.250%, 4/01/34	4/14 at 100
	Maryland Economic Development Corporation, Utility Infrastructure Revenue Bonds, University of Maryland - College Park, Series 2001:	
1,000	5.375%, 7/01/15 - AMBAC Insured	7/11 at 100
1,000	5.375%, 7/01/16 - AMBAC Insured	7/11 at 100
	Maryland Health and Higher Educational Facilities Authority,	

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	Revenue Bonds, Bullis School, Series 2000:		
750	5.250%, 7/01/25 - FSA Insured		1/11 at 101
500	5.250%, 7/01/30 - FSA Insured		1/11 at 101
1,250	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Goucher College, Series 2004, 5.125%, 7/01/34		7/14 at 100
1,460	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Maryland Institute College of Art, Series 2001, 5.625%, 6/01/36		6/11 at 100
1,500	Maryland Health and Higher Educational Facilities Authority, Revenue Refunding Bonds, Johns Hopkins University, Series 1997, 5.625%, 7/01/27		7/07 at 102
9,445	Morgan State University, Maryland, Student Tuition and Fee Revenue Refunding Bonds, Academic Fees and Auxiliary Facilities, Series 1993, 6.100%, 7/01/20 - MBIA Insured		No Opt. C
	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2003A:		
5,645	5.000%, 4/01/15		4/13 at 100
2,680	5.000%, 4/01/19		4/13 at 100

27,880	Total Education and Civic Organizations		

HEALTH CARE - 22.0% (14.8% OF TOTAL INVESTMENTS)

1,525	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Calvert Memorial Hospital, Series 2004, 5.500%, 7/01/36		7/14 at 100
3,250	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Carroll County General Hospital, Series 2002, 5.800%, 7/01/32		7/12 at 100
1,665	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Civista Medical Center, Series 2005, 5.000%, 7/01/37 - RAAI Insured		7/14 at 100
1,400	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Frederick Memorial Hospital, Series 2002, 5.125%, 7/01/35		7/12 at 100
1,500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Greater Baltimore Medical Center, Series 2001, 5.000%, 7/01/34		7/11 at 100

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

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HEALTH CARE (continued)

\$	1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Johns Hopkins Hospital, Howard County General Hospital Acquisition, Series 1998, 5.000%, 7/01/19 - MBIA Insured	7/08 at 101
	2,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Kaiser Permanente System, Series 1998A, 5.375%, 7/01/15	6/09 at 101
	3,800	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Kennedy Krieger Institute, Series 2003, 5.500%, 7/01/33	7/13 at 100
	1,540	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, LifeBridge Health System, Series 2004A, 5.125%, 7/01/34	7/14 at 100
	1,750	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, MedStar Health, Series 2004, 5.375%, 8/15/24	8/14 at 100
	3,250	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Union Hospital of Cecil County, Series 2002, 5.625%, 7/01/32	7/12 at 100
	1,500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, University of Maryland Medical System, Series 2002, 6.000%, 7/01/22	7/12 at 100
	1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, University of Maryland Medical System, Series 2004B, 5.000%, 7/01/24 - AMBAC Insured	7/13 at 100
		Prince George's County, Maryland, Revenue Bonds, Dimensions Health Corporation, Series 1994:	
	3,080	5.375%, 7/01/14	7/06 at 100
	6,000	5.300%, 7/01/24	7/06 at 100

	34,260	Total Health Care	

HOUSING/MULTIFAMILY - 15.6% (10.5% OF TOTAL INVESTMENTS)

		Howard County, Maryland, FHA-Insured Mortgage Revenue Refunding Bonds, Normandy Woods III Apartments, Series 1996A:	
	700	6.000%, 7/01/17	7/06 at 102
	2,000	6.100%, 7/01/25	7/06 at 102
	1,450	Maryland Community Development Administration, FNMA Multifamily Development Revenue Bonds, Edgewater Village Apartments, Series 2000B, 5.800%, 8/01/20 (Alternative Minimum Tax)	2/11 at 101
	2,500	Maryland Community Development Administration, Housing Revenue Bonds, Series 1999A, 5.350%, 7/01/41 (Alternative Minimum Tax)	1/09 at 101
	880	Maryland Community Development Administration, Housing	1/10 at 100

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	Revenue Bonds, Series 1999B, 6.250%, 7/01/32 (Alternative Minimum Tax)	
1,000	Maryland Economic Development Corporation, Senior Lien Student Housing Revenue Bonds, University of Maryland - Baltimore, Series 2003A, 5.625%, 10/01/23	10/13 at 100
1,000	Maryland Economic Development Corporation, Student Housing Revenue Bonds, Collegiate Housing Foundation - Salisbury State University, Series 1999A, 6.000%, 6/01/19	6/09 at 102
1,145	Maryland Economic Development Corporation, Student Housing Revenue Refunding Bonds, University of Maryland College Park Projects, Series 2006, 5.000%, 6/01/33 - CIFG Insured	6/16 at 100
3,830	Montgomery County Housing Opportunities Commission, Maryland, FNMA/FHA-Insured Multifamily Housing Development Bonds, Series 1998A, 5.200%, 7/01/30	7/08 at 101
360	Montgomery County Housing Opportunities Commission, Maryland, GNMA/FHA-Insured Multifamily Housing Revenue Bonds, Series 1995A, 5.900%, 7/01/15	7/06 at 101
1,500	Montgomery County Housing Opportunities Commission, Maryland, Multifamily Housing Development Bonds, Series 1996B, 5.900%, 7/01/26	7/06 at 102
2,000	Montgomery County Housing Opportunities Commission, Maryland, Multifamily Housing Development Bonds, Series 2000A, 6.100%, 7/01/30	7/10 at 100
540	Prince George's County Housing Authority, Maryland, GNMA Collateralized Mortgage Revenue Bonds, University Landing Apartments, Series 1999, 6.100%, 3/20/41 (Alternative Minimum Tax)	9/09 at 102
900	Prince George's County Housing Authority, Maryland, GNMA Collateralized Mortgage Revenue Refunding Bonds, Foxglenn Apartments, Series 1998A, 5.450%, 11/20/14 (Alternative Minimum Tax)	11/06 at 100

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

	HOUSING/MULTIFAMILY (continued)	
	Prince George's County Housing Authority, Maryland, GNMA Collateralized Mortgage Revenue Refunding Bonds, Overlook Apartments, Series 1995A:	
\$ 2,000	5.700%, 12/20/15	6/06 at 102
1,670	5.750%, 12/20/19	6/06 at 102

23,475	Total Housing/Multifamily	

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HOUSING/SINGLE FAMILY - 1.4% (0.9% OF TOTAL INVESTMENTS)

1,200	Maryland Community Development Administration, Department of Housing and Community Development, Residential Revenue Bonds, Series 2006F, 4.900%, 9/01/26 (Alternative Minimum Tax)	9/15 at 100
600	Maryland Community Development Administration, Residential Revenue Bonds, Series 2006B, 4.750%, 9/01/25 (Alternative Minimum Tax)	9/15 at 100
20	Prince George's County Housing Authority, Maryland, FHLMC/FNMA/GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 2000A, 6.150%, 8/01/19 (Alternative Minimum Tax)	8/10 at 100
325	Puerto Rico Housing Finance Authority, Mortgage-Backed Securities Program Home Mortgage Revenue Bonds, Series 2003A, 4.875%, 6/01/34 (Alternative Minimum Tax)	6/13 at 100

2,145	Total Housing/Single Family	
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LONG-TERM CARE - 1.8% (1.2% OF TOTAL INVESTMENTS)

1,000	Carroll County, Maryland, Revenue Refunding Bonds, EMA Obligated Group, Series 1999A, 5.625%, 1/01/25 - RAAI Insured	1/09 at 101
1,645	Maryland Economic Development Corporation, Health and Mental Hygiene Providers Revenue Bonds, Series 1996A, 7.625%, 4/01/21	4/11 at 102

2,645	Total Long-Term Care	
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TAX OBLIGATION/GENERAL - 35.1% (23.6% OF TOTAL INVESTMENTS)

2,030	Anne Arundel County, Maryland, General Obligation Bonds, Series 2004, 5.000%, 4/01/16	4/14 at 100
	Anne Arundel County, Maryland, General Obligation Bonds, Series 2006:	
1,310	5.000%, 3/01/21	3/16 at 100
1,000	5.000%, 3/01/21	3/16 at 100
685	Anne Arundel County, Maryland, Water and Sewer Revenue Bonds, Series 2006, 5.000%, 3/01/17	3/16 at 100
	Baltimore County, Maryland, Metropolitan District Special Assessment Bonds, 67th Issue:	
2,500	5.000%, 6/01/25	6/11 at 101
3,500	5.000%, 6/01/26	6/11 at 101
1,000	Baltimore, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 1989B, 7.150%, 10/15/08	No Opt. C
1,540	Baltimore, Maryland, General Obligation Consolidated Public	10/14 at 100

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	Improvement Bonds, Series 2004A, 5.000%, 10/15/22 - AMBAC Insured		
700	Carroll County, Maryland, Consolidated Public Improvement Bonds, Series 2005A, 5.000%, 12/01/16		12/15 at 100
	Charles County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2006:		
2,185	5.000%, 3/01/14		No Opt. C
820	5.000%, 3/01/16		No Opt. C
1,500	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2006, 5.000%, 11/01/20		No Opt. C
615	Frederick County, Maryland, Special Obligation Bonds, Villages of Lake Linganore Community Development Authority, Series 2001A, 5.700%, 7/01/29 - RAAI Insured		7/10 at 102
	Howard County, Maryland, Consolidated Public Improvement Bonds, Series 2004B:		
735	5.000%, 8/15/16		2/14 at 100
1,625	5.000%, 8/15/17		2/14 at 100
1,180	5.000%, 8/15/19		2/14 at 100
1,725	Howard County, Maryland, Metropolitan District Refunding Bonds, Series 2002A, 5.250%, 8/15/18		2/12 at 100
1,190	Maryland National Capital Park Planning Commission, Prince George's County, General Obligation Bonds, Park Acquisition and Development, Series 2004EE-2, 5.000%, 1/15/17		1/14 at 100

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Nuveen Maryland Premium Income Municipal Fund (NMY) (continued)
Portfolio of INVESTMENTS May 31, 2006

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

	TAX OBLIGATION/GENERAL (continued)	
\$ 2,500	Maryland, General Obligation Bonds, Series 2005, 5.000%, 8/01/17	8/15 at 100
3,520	Montgomery County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2005A, 5.000%, 7/01/15	No Opt. C
	Montgomery County, Maryland, Consolidated General Obligation Public Improvement Refunding Bonds, Series 2001:	
1,750	5.250%, 10/01/13	10/11 at 101
2,000	5.250%, 10/01/18	10/11 at 101
925	Northern Mariana Islands, General Obligation Bonds, Series 2000A, 6.000%, 6/01/20 - ACA Insured	6/10 at 100
1,000	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2001, 5.250%, 12/01/20 - FGIC Insured	12/11 at 101
2,000	Prince George's County, Maryland, General Obligation	9/12 at 101

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	Consolidated Public Improvement Bonds, Series 2002, 4.100%, 9/15/19		
5,770	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2003A, 5.000%, 10/01/18		10/13 at 100
	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Sewerage Disposal Bonds, Series 2005:		
2,000	5.000%, 6/01/16		6/15 at 100
1,235	5.000%, 6/01/23		6/15 at 100
1,235	5.000%, 6/01/24		6/15 at 100
1,235	5.000%, 6/01/25		6/15 at 100

51,010	Total Tax Obligation/General		

TAX OBLIGATION/LIMITED - 21.4% (14.4% OF TOTAL INVESTMENTS)

	Baltimore Board of School Commissioners, Maryland, Revenue Bonds, City Public School System, Series 2003A:		
1,500	5.000%, 5/01/16		5/13 at 100
1,000	5.000%, 5/01/18		5/13 at 100
2,900	Baltimore, Maryland, Project Revenue Bonds, Series 2006, 5.000%, 7/01/31 - AMBAC Insured		7/16 at 100
300	Baltimore, Maryland, Special Obligation Bonds, North Locust Point Project, Series 2005, 5.500%, 9/01/34		9/15 at 101
900	Hyattsville, Maryland, Special Obligation Bonds, University Town Center Project, Series 2004, 5.750%, 7/01/34		7/14 at 102
	Maryland Department of Transportation, Certificates of Participation, Mass Transit Administration Project, Series 2000:		
875	5.500%, 10/15/19 (Alternative Minimum Tax)		10/10 at 101
925	5.500%, 10/15/20 (Alternative Minimum Tax)		10/10 at 101
4,250	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2002, 5.500%, 2/01/16		No Opt. C
2,000	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2004, 5.000%, 5/01/13		No Opt. C
1,875	Maryland Economic Development Corporation, Lease Revenue Bonds, Department of Transportation Headquarters Building, Series 2002, 5.375%, 6/01/19		6/12 at 100
1,700	Maryland Stadium Authority, Lease Revenue Bonds, Montgomery County Conference Center Facilities, Series 2003, 5.000%, 6/15/24		6/13 at 100
2,455	Maryland Stadium Authority, Lease Revenue Bonds, Sports Facilities, Series 1996, 5.750%, 3/01/18 - AMBAC Insured		9/06 at 101
1,365	Montgomery County, Maryland, Lease Revenue Bonds, College of Arts Center Project, Series 2005A, 5.000%, 5/01/19		5/15 at 100
1,000	Montgomery County, Maryland, Lease Revenue Bonds,		6/12 at 100

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Metrorail Garage, Series 2002, 5.000%, 6/01/21

675 Montgomery County, Maryland, Special Obligation Bonds, 7/12 at 101
 West Germantown Development District, Senior Series 2002A,
 5.500%, 7/01/27 - RAAI Insured

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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
TAX OBLIGATION/LIMITED (continued)		
\$ 635	New Baltimore City Board of School Commissioners, Maryland, School System Revenue Bonds, Series 2000, 5.125%, 11/01/15	11/10 at 100
2,100	Puerto Rico Municipal Finance Agency, Series 2002A, 5.250%, 8/01/21 - FSA Insured	8/12 at 100
1,000	Puerto Rico, Highway Revenue Bonds, Highway and Transportation Authority, Series 1996Y, 5.500%, 7/01/36	7/16 at 100
1,500	Puerto Rico, Highway Revenue Bonds, Highway and Transportation Authority, Series 2003AA, 5.500%, 7/01/19 - MBIA Insured	No Opt. C
2,000	Virgin Islands Public Finance Authority, Gross Receipts Taxes Loan Note, Series 1999A, 6.500%, 10/01/24	10/10 at 101
30,955	Total Tax Obligation/Limited	

TRANSPORTATION - 2.5% (1.7% OF TOTAL INVESTMENTS)

1,060	Baltimore, Maryland, Revenue Refunding Bonds, Parking System Facilities, Series 1998A, 5.250%, 7/01/17 - FGIC Insured	No Opt. C
355	Maryland Health and Higher Educational Facilities Authority, Parking Facilities Revenue Bonds, Johns Hopkins Medical Institution, Series 2004B: 5.000%, 7/01/13 - AMBAC Insured	No Opt. C
380	5.000%, 7/01/14 - AMBAC Insured	No Opt. C
2,075	Puerto Rico Ports Authority, Special Facilities Revenue Bonds, American Airlines Inc., Series 1996A, 6.250%, 6/01/26 (Alternative Minimum Tax)	6/06 at 102
3,870	Total Transportation	

U.S. GUARANTEED - 18.6% (12.5% OF TOTAL INVESTMENTS) (4)

2,500 Baltimore County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2002, 5.000%, 8/01/18 8/12 at 100

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(Pre-refunded 8/01/12)

2,000	Baltimore, Maryland, Revenue Refunding Bonds, Water Projects, Series 1998A, 5.000%, 7/01/28 - FGIC Insured (ETM)	No Opt. C
2,000	Baltimore, Maryland, Revenue Refunding Bonds, Water System Projects, Series 1994A, 5.000%, 7/01/24 - FGIC Insured (ETM)	No Opt. C
3,000	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 1999, 5.250%, 7/01/18 (Pre-refunded 7/01/09)	7/09 at 101
	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2002:	
1,000	5.000%, 11/01/21 (Pre-refunded 11/01/12)	11/12 at 101
1,000	5.000%, 11/01/22 (Pre-refunded 11/01/12)	11/12 at 101
2,550	Gaithersburg, Maryland, Hospital Facilities Revenue Refunding and Improvement Bonds, Shady Grove Adventist Hospital, Series 1995, 6.500%, 9/01/12 - FSA Insured (ETM)	No Opt. C
575	Howard County, Maryland, Consolidated Public Improvement Refunding Bonds, Series 2002A, 5.250%, 8/15/18 (Pre-refunded 2/15/12)	2/12 at 100
1,000	Howard County, Maryland, Consolidated Public Improvement Refunding Bonds, Series 2003A, 5.000%, 8/15/22 (Pre-refunded 8/15/12)	8/12 at 100
2,250	Maryland Economic Development Corporation, Student Housing Revenue Bonds, Collegiate Housing Foundation - College Park, Series 1999A, 5.750%, 6/01/24 (Pre-refunded 6/01/09)	6/09 at 102
3,200	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Helix Health, Series 1997, 5.000%, 7/01/27 - AMBAC Insured (ETM)	No Opt. C
3,125	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Howard County General Hospital, Series 1993, 5.500%, 7/01/25 (ETM)	7/06 at 100
760	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, University of Maryland Medical System, Series 2000, 6.750%, 7/01/30 (Pre-refunded 7/01/10)	7/10 at 101
240	Maryland Transportation Authority, Revenue Refunding Bonds, Transportation Facilities Projects, First Series 1978, 6.800%, 7/01/16 (ETM)	No Opt. C
1,000	Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, Series 2000A, 5.500%, 10/01/20	10/10 at 101

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Nuveen Maryland Premium Income Municipal Fund (NMY) (continued)
Portfolio of INVESTMENTS May 31, 2006

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
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U.S. GUARANTEED (4) (continued)

\$	635	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Bonds, Series 2000, 5.750%, 7/01/20 (Pre-refunded 7/01/10)	7/10 at 100
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	26,835	Total U.S. Guaranteed	
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UTILITIES - 5.9% (3.9% OF TOTAL INVESTMENTS)

	6,500	Calvert County, Maryland, Pollution Control Revenue Refunding Bonds, Baltimore Gas and Electric Company, Series 1993, 5.550%, 7/15/14 (Pre-refunded 7/15/06)	7/06 at 100
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	2,500	Maryland Energy Financing Administration, Revenue Bonds, AES Warrior Run Project, Series 1995, 7.400%, 9/01/19 (Alternative Minimum Tax)	9/07 at 100
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	9,000	Total Utilities	
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WATER AND SEWER - 1.4% (0.8% OF TOTAL INVESTMENTS)

	1,045	Baltimore, Maryland, Revenue Refunding Bonds, Water System Projects, Series 1994A, 5.000%, 7/01/24 - FGIC Insured	No Opt. C
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	860	Maryland Water Quality Financing Administration, Revolving Loan Fund Revenue Bonds, Series 2005A, 5.000%, 9/01/15	No Opt. C
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	1,905	Total Water and Sewer	
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\$	219,175	Total Investments (cost \$223,010,894) - 148.9%	
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Other Assets Less Liabilities - 2.5%

Preferred Shares, at Liquidation Value - (51.4)%

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 unless otherwise noted.
- (2) Optional Call Provisions (not covered by the report of independent registered public accounting firm): 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. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings (not covered by the report of independent registered public accounting firm): Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB

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by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.

- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.

N/R Not rated.

(ETM) Escrowed to maturity.

See accompanying notes to financial statements.

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Nuveen Maryland Dividend Advantage Municipal Fund (NFM)
 Portfolio of
 INVESTMENTS May 31, 2006

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

	CONSUMER DISCRETIONARY - 2.6% (1.7% OF TOTAL INVESTMENTS)	
\$ 205	Baltimore, Maryland, Pollution Control Revenue Bonds, General Motors Corporation, Series 1993, 5.350%, 4/01/08	No Opt. C
1,000	Baltimore, Maryland, Senior Lien Convention Center Hotel Revenue Bonds, Series 2006A, 5.250%, 9/01/39 - XLCA Insured	9/16 at 100
310	Baltimore, Maryland, Subordinate Lien Convention Center Hotel Revenue Bonds, Series 2006B, 5.875%, 9/01/39	9/16 at 100

1,515	Total Consumer Discretionary	

	CONSUMER STAPLES - 2.6% (1.7% OF TOTAL INVESTMENTS)	
1,545	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Refunding Bonds, Series 2002, 5.375%, 5/15/33	5/12 at 100

	EDUCATION AND CIVIC ORGANIZATIONS - 13.3% (8.9% OF TOTAL INVESTMENTS)	
	Frederick County, Maryland, Educational Facilities Revenue Bonds, Mount St. Mary's College, Series 2001A:	
465	5.700%, 9/01/20	3/10 at 101
500	5.750%, 9/01/25	3/10 at 101
645	Hartford County, Maryland, Economic Development Revenue Bonds, Battelle Memorial Institute, Series 2004, 5.250%, 4/01/34	4/14 at 100

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1,000	Maryland Economic Development Corporation, Utility Infrastructure Revenue Bonds, University of Maryland - College Park, Series 2001, 5.000%, 7/01/19 - AMBAC Insured	7/11 at 100
1,500	Maryland Health and Higher Educational Facilities Authority, Educational Facilities Leasehold Mortgage Revenue Bonds, McLean School, Series 2001, 6.000%, 7/01/31	7/08 at 102
500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Goucher College, Series 2004, 5.125%, 7/01/34	7/14 at 100
625	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Maryland Institute College of Art, Series 2001, 5.500%, 6/01/32	6/11 at 100
400	Maryland Industrial Development Financing Authority, Revenue Bonds, Our Lady of Good Counsel High School, Series 2005A, 6.000%, 5/01/35	5/15 at 100
	Puerto Rico Industrial, Tourist, Educational, Medical and Environmental Control Facilities Financing Authority, Higher Education Revenue Bonds, Ana G. Mendez University System, Series 1999:	
215	5.375%, 2/01/19	2/09 at 101
410	5.375%, 2/01/29	2/09 at 101
	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2003A:	
1,000	5.000%, 4/01/15	4/13 at 100
500	5.000%, 4/01/19	4/13 at 100

7,760	Total Education and Civic Organizations	

HEALTH CARE - 25.4% (17.0% OF TOTAL INVESTMENTS)

1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Anne Arundel Medical Center, Series 1998, 5.125%, 7/01/28 - FSA Insured	7/08 at 101
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Calvert Memorial Hospital, Series 1998, 5.000%, 7/01/28	7/08 at 102
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Carroll County General Hospital, Series 2002, 6.000%, 7/01/26	7/12 at 100
750	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Civista Medical Center, Series 2005, 5.000%, 7/01/37 - RAAI Insured	7/14 at 100

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AMOUNT (000)	DESCRIPTION (1)	PROVISIONS
HEALTH CARE (continued)		
\$ 500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Frederick Memorial Hospital, Series 2002, 5.125%, 7/01/35	7/12 at 100
650	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Greater Baltimore Medical Center, Series 2001, 5.000%, 7/01/34	7/11 at 100
1,250	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Johns Hopkins Hospital, Series 2001, 5.000%, 5/15/21	5/11 at 100
2,225	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Kaiser Permanente System, Series 1998A, 5.375%, 7/01/15	6/09 at 101
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Kennedy Krieger Institute, Series 2003, 5.500%, 7/01/33	7/13 at 100
585	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, LifeBridge Health System, Series 2004A, 5.125%, 7/01/34	7/14 at 100
700	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, MedStar Health, Series 2004, 5.375%, 8/15/24	8/14 at 100
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Mercy Medical Center, Series 2001, 5.625%, 7/01/31	7/11 at 100
2,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, University of Maryland Medical System, Series 2001, 5.250%, 7/01/28	7/11 at 100
570	Maryland Health and Higher Educational Facilities Authority, Revenue Refunding Bonds, Union Hospital of Cecil County, Series 1998, 5.100%, 7/01/22	7/08 at 101
	Prince George's County, Maryland, Revenue Bonds, Dimensions Health Corporation, Series 1994:	
290	5.375%, 7/01/14	7/06 at 100
700	5.300%, 7/01/24	7/06 at 100
15,220	Total Health Care	

HOUSING/MULTIFAMILY - 19.1% (12.8% OF TOTAL INVESTMENTS)

750	Baltimore County, Maryland, GNMA Collateralized Revenue Refunding Bonds, Cross Creek Apartments, Series 1998A, 5.250%, 10/20/33	10/08 at 102
2,000	Maryland Community Development Administration, Housing Revenue Bonds, Series 1998A, 5.625%, 1/01/40 (Alternative	7/08 at 101

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Minimum Tax)		
10	Maryland Community Development Administration, Insured Multifamily Housing Mortgage Loan Revenue Bonds, Series 2001B, 5.350%, 5/15/32 (Alternative Minimum Tax)	5/11 at 100
1,000	Maryland Community Development Administration, Multifamily Housing Revenue Bonds, Princess Anne Apartments, Series 2001D, 5.450%, 12/15/33 (Alternative Minimum Tax)	12/11 at 100
	Maryland Economic Development Corporation, Senior Lien Student Housing Revenue Bonds, University of Maryland - Baltimore, Series 2003A:	
215	4.250%, 10/01/10	No Opt. C
50	5.000%, 10/01/15	10/13 at 100
210	5.625%, 10/01/23	10/13 at 100
1,800	Maryland Economic Development Corporation, Student Housing Revenue Bonds, Sheppard Pratt University Village, Series 2001, 6.000%, 7/01/33 - ACA Insured	7/11 at 101
475	Maryland Economic Development Corporation, Student Housing Revenue Refunding Bonds, University of Maryland College Park Projects, Series 2006, 5.000%, 6/01/33 - CIFG Insured	6/16 at 100
750	Montgomery County Housing Opportunities Commission, Maryland, FNMA/FHA-Insured Multifamily Housing Development Bonds, Series 1998A, 5.250%, 7/01/29 (Alternative Minimum Tax)	7/08 at 101
2,000	Montgomery County Housing Opportunities Commission, Maryland, Multifamily Housing Development Bonds, Series 2000B, 6.200%, 7/01/30 (Alternative Minimum Tax)	7/10 at 100
2,000	Montgomery County Housing Opportunities Commission, Maryland, Multifamily Housing Development Bonds, Series 2001A, 5.600%, 7/01/42 (Alternative Minimum Tax)	7/11 at 100
11,260	Total Housing/Multifamily	

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
HOUSING/SINGLE FAMILY - 4.3% (2.9% OF TOTAL INVESTMENTS)		
\$ 300	Maryland Community Development Administration, Department of Housing and Community Development, Residential Revenue Bonds, Series 2006F, 4.900%, 9/01/26 (Alternative Minimum Tax)	9/15 at 100
45	Maryland Community Development Administration, Residential Revenue Bonds, Series 1999E, 5.700%, 9/01/17	9/09 at 100
550	Maryland Community Development Administration, Residential Revenue Bonds, Series 2001B, 5.450%, 9/01/32 (Alternative Minimum Tax)	9/10 at 100

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1,000	Maryland Community Development Administration, Residential Revenue Bonds, Series 2001F, 5.600%, 9/01/28 (Alternative Minimum Tax)	3/11 at 100
600	Maryland Community Development Administration, Residential Revenue Bonds, Series 2006B, 4.750%, 9/01/25 (Alternative Minimum Tax)	9/15 at 100
75	Maryland Community Development Administration, Single Family Program Bonds, First Series 2001, 5.000%, 4/01/17	10/10 at 100

2,570	Total Housing/Single Family	

INDUSTRIALS - 1.7% (1.1% OF TOTAL INVESTMENTS)		
1,000	Northeast Maryland Waste Disposal Authority, Baltimore, Resource Recovery Revenue Bonds, RESCO Retrofit Project, Series 1998, 4.750%, 1/01/12 (Alternative Minimum Tax)	1/09 at 101

LONG-TERM CARE - 0.8% (0.5% OF TOTAL INVESTMENTS)		
500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Collington Episcopal Life Care Community Inc., Series 2001A, 6.750%, 4/01/23	4/11 at 101

TAX OBLIGATION/GENERAL - 36.1% (24.2% OF TOTAL INVESTMENTS)		
Anne Arundel County, Maryland, General Obligation Bonds, Series 2006:		
730	5.000%, 3/01/21	3/16 at 100
565	5.000%, 3/01/21	3/16 at 100
3,500	Baltimore County, Maryland, Metropolitan District Special Assessment Bonds, 67th Issue, 5.000%, 6/01/27	6/11 at 101
300	Carroll County, Maryland, Consolidated Public Improvement Bonds, Series 2005A, 5.000%, 12/01/16	12/15 at 100
500	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2006, 5.000%, 11/01/20	No Opt. C
Frederick, Maryland, General Obligation Bonds, Series 2005:		
600	5.000%, 8/01/16 - MBIA Insured	8/15 at 100
500	5.000%, 8/01/17 - MBIA Insured	8/15 at 100
1,360	Howard County, Maryland, Consolidated Public Improvement Bonds, Series 2001A, 4.750%, 2/15/21	2/09 at 101
1,000	Maryland National Capital Park Planning Commission, Prince George's County, General Obligation Bonds, Park Acquisition and Development, Series 2004EE-2, 5.000%, 1/15/17	1/14 at 100
1,000	Maryland, General Obligation Bonds, Series 2005, 5.000%, 8/01/17	8/15 at 100

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1,360	Montgomery County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2005A, 5.000%, 7/01/15	No Opt. C
430	Northern Mariana Islands, General Obligation Bonds, Series 2000A, 6.000%, 6/01/20 - ACA Insured	6/10 at 100
740	Ocean City, Maryland, General Obligation Bonds, Series 2001, 4.875%, 3/01/19 - FGIC Insured	3/11 at 101
1,500	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2001, 5.250%, 12/01/20 - FGIC Insured	12/11 at 101
1,000	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2003A, 5.000%, 10/01/17	10/13 at 100
	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, General Obligation Construction Bonds, Series 2001:	
895	5.000%, 6/01/22	6/11 at 100
935	5.000%, 6/01/23	6/11 at 100
985	5.000%, 6/01/24	6/11 at 100
1,035	5.000%, 6/01/25	6/11 at 100

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Nuveen Maryland Dividend Advantage Municipal Fund (NFM) (continued)
Portfolio of INVESTMENTS May 31, 2006

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

	TAX OBLIGATION/GENERAL (continued)	
\$ 700	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Sewerage Disposal Bonds, Series 2005, 5.000%, 6/01/16	6/15 at 100
1,290	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Water Supply Bonds, Series 2001, 4.750%, 6/01/20	6/11 at 100

20,925	Total Tax Obligation/General	

	TAX OBLIGATION/LIMITED - 19.3% (12.9% OF TOTAL INVESTMENTS)	
625	Annapolis, Maryland, Special Obligation Bonds, Park Place Project, Series 2005A, 5.350%, 7/01/34	1/15 at 101
675	Anne Arundel County, Maryland, Tax Increment Financing Revenue Bonds, Parole Town Center Project, Series 2002, 5.000%, 7/01/12	No Opt. C
500	Baltimore Board of School Commissioners, Maryland, Revenue	5/13 at 100

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	Bonds, City Public School System, Series 2003A, 5.000%, 5/01/18	
500	Baltimore, Maryland, Project Revenue Bonds, Series 2006, 5.000%, 7/01/31 - AMBAC Insured	7/16 at 100
350	Hyattsville, Maryland, Special Obligation Bonds, University Town Center Project, Series 2004, 5.750%, 7/01/34	7/14 at 102
1,500	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2002, 5.500%, 2/01/16	No Opt. C
1,000	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2004, 5.000%, 5/01/13	No Opt. C
1,405	Maryland Economic Development Corporation, Lease Revenue Bonds, Department of Transportation Headquarters Building, Series 2002, 5.375%, 6/01/19	6/12 at 100
370	Maryland Economic Development Corporation, Lease Revenue Bonds, Montgomery County Town Square Parking Garage, Series 2002A, 5.000%, 9/15/13	9/12 at 100
615	Montgomery County, Maryland, Lease Revenue Bonds, College of Arts Center Project, Series 2005A, 5.000%, 5/01/20	5/15 at 100
740	Prince George's County, Maryland, Lease Revenue Bonds, Upper Marlboro Justice Center, Series 2003A, 5.000%, 6/30/14 - MBIA Insured	6/13 at 100
270	Prince George's County, Maryland, Special Obligation Bonds, National Harbor Project, Series 2005, 5.200%, 7/01/34	7/15 at 100
450	Prince George's County, Maryland, Special Tax District Bonds, Victoria Falls Project, Series 2005, 5.250%, 7/01/35	7/13 at 100
700	Puerto Rico, Highway Revenue Bonds, Highway and Transportation Authority, Series 2003AA, 5.500%, 7/01/19 - MBIA Insured	No Opt. C
1,290	Virgin Islands Public Finance Authority, Gross Receipts Taxes Loan Note, Series 1999A, 6.375%, 10/01/19	10/10 at 101

10,990	Total Tax Obligation/Limited	
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TRANSPORTATION - 1.6% (1.1% OF TOTAL INVESTMENTS)

650	Maryland Health and Higher Educational Facilities Authority, Parking Facilities Revenue Bonds, Johns Hopkins Hospital, Series 2001, 5.000%, 7/01/27 - AMBAC Insured	7/11 at 100
	Maryland Health and Higher Educational Facilities Authority, Parking Facilities Revenue Bonds, Johns Hopkins Medical Institution, Series 2004B:	
150	5.000%, 7/01/13 - AMBAC Insured	No Opt. C
135	5.000%, 7/01/14 - AMBAC Insured	No Opt. C

935	Total Transportation	
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U.S. GUARANTEED - 20.3% (13.6% OF TOTAL INVESTMENTS) (4)

	Anne Arundel County, Maryland, Various Purpose General Obligation Bonds, Series 2001:		
580	4.800%, 2/15/18 (Pre-refunded 2/15/11)		2/11 at 100
500	5.000%, 2/15/28 (Pre-refunded 2/15/11)		2/11 at 100
1,500	Baltimore County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2002, 5.000%, 8/01/18 (Pre-refunded 8/01/12)		8/12 at 100

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

	U.S. GUARANTEED (4) (continued)	
\$ 1,015	Baltimore, Maryland, Revenue Refunding Bonds, Water Projects, Series 1998A, 5.000%, 7/01/28 - FGIC Insured (ETM)	No Opt. C
1,000	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2002, 5.000%, 11/01/22 (Pre-refunded 11/01/12)	11/12 at 100
500	Howard County, Maryland, Consolidated Public Improvement Refunding Bonds, Series 2003A, 5.000%, 8/15/15 (Pre-refunded 8/15/12)	8/12 at 100
895	Maryland Transportation Authority, Revenue Refunding Bonds, Transportation Facilities Projects, First Series 1978, 6.800%, 7/01/16 (ETM)	No Opt. C
	Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, Series 2000A:	
2,300	5.500%, 10/01/32	10/10 at 100
1,700	5.500%, 10/01/40	10/10 at 100
1,590	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Bonds, Series 2000, 5.750%, 7/01/20 (Pre-refunded 7/01/10)	7/10 at 100

11,580	Total U.S. Guaranteed	

UTILITIES - 1.7% (1.1% OF TOTAL INVESTMENTS)

1,000	Maryland Energy Financing Administration, Revenue Bonds, AES Warrior Run Project, Series 1995, 7.400%, 9/01/19 (Alternative Minimum Tax)	9/07 at 100
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WATER AND SEWER - 0.6% (0.5% OF TOTAL INVESTMENTS)

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355 Maryland Water Quality Financing Administration, Revolving
 Loan Fund Revenue Bonds, Series 2005A, 5.000%, 9/01/15

No Opt. C

 \$ 87,155 Total Investments (cost \$88,532,004) - 149.4%
 =====

Other Assets Less Liabilities - 3.3%

 Preferred Shares, at Liquidation Value - (52.7)%

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 unless otherwise noted.
- (2) Optional Call Provisions (not covered by the report of independent registered public accounting firm): 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. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings (not covered by the report of independent registered public accounting firm): Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.

N/R Not rated.

(ETM) Escrowed to maturity.

See accompanying notes to financial statements.

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Nuveen Maryland Dividend Advantage Municipal Fund 2 (NZR)
 Portfolio of
 INVESTMENTS May 31, 2006

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
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 CONSUMER DISCRETIONARY - 2.9% (1.9% OF TOTAL INVESTMENTS)

\$ 190 Baltimore, Maryland, Pollution Control Revenue Bonds, General
 Motors Corporation, Series 1993, 5.350%, 4/01/08

No Opt. C

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1,200	Baltimore, Maryland, Senior Lien Convention Center Hotel Revenue Bonds, Series 2006A, 5.250%, 9/01/39 - XLCA Insured	9/16 at 100
310	Baltimore, Maryland, Subordinate Lien Convention Center Hotel Revenue Bonds, Series 2006B, 5.875%, 9/01/39	9/16 at 100

1,700	Total Consumer Discretionary	

	CONSUMER STAPLES - 2.6% (1.7% OF TOTAL INVESTMENTS)	
775	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Refunding Bonds, Series 2002, 5.375%, 5/15/33	5/12 at 100
800	Tobacco Settlement Financing Corporation, Virgin Islands, Tobacco Settlement Asset-Backed Bonds, Series 2001, 5.000%, 5/15/31	5/11 at 100

1,575	Total Consumer Staples	

	EDUCATION AND CIVIC ORGANIZATIONS - 16.7% (11.2% OF TOTAL INVESTMENTS)	
1,100	Anne Arundel County, Maryland, Economic Development Revenue Bonds, Community College Project, Series 2002, 5.125%, 9/01/22	9/12 at 102
500	Frederick County, Maryland, Educational Facilities Revenue Bonds, Mount Saint Mary's College, Series 2006, 5.625%, 9/01/38	9/16 at 100
	Frederick County, Maryland, Educational Facilities Revenue Bonds, Mount St. Mary's College, Series 2001A:	
100	5.750%, 9/01/25	3/10 at 101
100	5.800%, 9/01/30	3/10 at 101
645	Hartford County, Maryland, Economic Development Revenue Bonds, Battelle Memorial Institute, Series 2004, 5.250%, 4/01/34	4/14 at 100
250	Maryland Health and Higher Educational Facilities Authority, Educational Facilities Leasehold Mortgage Revenue Bonds, McLean School, Series 2001, 6.000%, 7/01/31	7/08 at 102
415	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Bullis School, Series 2000, 5.250%, 7/01/30 - FSA Insured	1/11 at 101
500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Goucher College, Series 2004, 5.125%, 7/01/34	7/14 at 100
1,250	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Maryland Institute College of Art, Series 2001, 5.500%, 6/01/32	6/11 at 100
425	Maryland Industrial Development Financing Authority, Revenue Bonds, Our Lady of Good Counsel High School, Series 2005A,	5/15 at 100

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	6.000%, 5/01/35	
500	Morgan State University, Maryland, Student Tuition and Fee Revenue Bonds, Academic Fees and Auxiliary Facilities, Series 2001, 4.900%, 7/01/21 - FGIC Insured	7/12 at 100
500	Morgan State University, Maryland, Student Tuition and Fee Revenue Bonds, Academic Fees and Auxiliary Facilities, Series 2003A, 5.000%, 7/01/20 - FGIC Insured	7/13 at 100
	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2001B:	
1,580	4.375%, 4/01/17	4/11 at 100
1,140	4.500%, 4/01/19	4/11 at 100
1,000	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2003A, 5.000%, 4/01/19	4/13 at 100

10,005	Total Education and Civic Organizations	

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

	HEALTH CARE - 21.4% (14.4% OF TOTAL INVESTMENTS)	
\$ 1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Anne Arundel Medical Center, Series 1998, 5.125%, 7/01/33 - FSA Insured	7/08 at 101
775	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Calvert Memorial Hospital, Series 2004, 5.500%, 7/01/36	7/14 at 100
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Carroll County General Hospital, Series 2002, 6.000%, 7/01/26	7/12 at 100
750	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Civista Medical Center, Series 2005, 5.000%, 7/01/37 - RAAI Insured	7/14 at 100
500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Frederick Memorial Hospital, Series 2002, 5.125%, 7/01/35	7/12 at 100
650	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Greater Baltimore Medical Center, Series 2001, 5.000%, 7/01/34	7/11 at 100
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Kennedy Krieger Institute, Series 2003, 5.500%, 7/01/33	7/13 at 100
525	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, LifeBridge Health System, Series 2004A,	7/14 at 100

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	5.125%, 7/01/34	
700	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, MedStar Health, Series 2004, 5.375%, 8/15/24	8/14 at 100
1,500	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Mercy Medical Center, Series 2001, 5.625%, 7/01/31	7/11 at 100
2,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, University of Maryland Medical System, Series 2001, 5.250%, 7/01/28	7/11 at 100
1,610	Montgomery County, Maryland, Economic Development Revenue Bonds, Trinity Healthcare Group, Series 2001, 5.125%, 12/01/22	12/11 at 100
	Prince George's County, Maryland, Revenue Bonds, Dimensions Health Corporation, Series 1994:	
300	5.375%, 7/01/14	7/06 at 100
700	5.300%, 7/01/24	7/06 at 100

13,010	Total Health Care	

	HOUSING/MULTIFAMILY - 10.4% (7.0% OF TOTAL INVESTMENTS)	
55	Maryland Community Development Administration, Insured Multifamily Housing Mortgage Loan Revenue Bonds, Series 2001A, 5.100%, 5/15/28	5/11 at 100
40	Maryland Community Development Administration, Insured Multifamily Housing Mortgage Loan Revenue Bonds, Series 2001B, 5.350%, 5/15/32 (Alternative Minimum Tax)	5/11 at 100
435	Maryland Community Development Administration, Insured Multifamily Housing Mortgage Loan Revenue Bonds, Series 2002A, 5.300%, 5/15/22	5/12 at 100
3,145	Maryland Community Development Administration, Multifamily Development Revenue Bonds, Waters Towers Senior Apartments, Series 2001F, 5.450%, 12/15/33 (Alternative Minimum Tax)	12/11 at 100
1,110	Maryland Community Development Administration, Multifamily Housing Revenue Bonds, Princess Anne Apartments, Series 2001D, 5.450%, 12/15/33 (Alternative Minimum Tax)	12/11 at 100
1,000	Maryland Economic Development Corporation, Senior Lien Student Housing Revenue Bonds, University of Maryland - Baltimore, Series 2003A, 5.625%, 10/01/23	10/13 at 100
520	Maryland Economic Development Corporation, Student Housing Revenue Refunding Bonds, University of Maryland College Park Projects, Series 2006, 5.000%, 6/01/33 - CIFG Insured	6/16 at 100

6,305	Total Housing/Multifamily	

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HOUSING/SINGLE FAMILY - 2.9% (2.0% OF TOTAL INVESTMENTS)

300	Maryland Community Development Administration, Department of Housing and Community Development, Residential Revenue Bonds, Series 2006F, 4.900%, 9/01/26 (Alternative Minimum Tax)	9/15 at 100
885	Maryland Community Development Administration, Residential Revenue Bonds, Series 2001H, 5.350%, 9/01/32 (Alternative Minimum Tax)	9/10 at 100

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Nuveen Maryland Dividend Advantage Municipal Fund 2 (NZR) (continued)
Portfolio of INVESTMENTS May 31, 2006

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
HOUSING/SINGLE FAMILY (continued)		
\$ 600	Maryland Community Development Administration, Residential Revenue Bonds, Series 2006B, 4.750%, 9/01/25 (Alternative Minimum Tax)	9/15 at 100
1,785 Total Housing/Single Family		
INDUSTRIALS - 1.9% (1.3% OF TOTAL INVESTMENTS)		
1,150	Northeast Maryland Waste Disposal Authority, Baltimore, Resource Recovery Revenue Bonds, RESCO Retrofit Project, Series 1998, 4.750%, 1/01/12 (Alternative Minimum Tax)	1/09 at 101
LONG-TERM CARE - 0.4% (0.3% OF TOTAL INVESTMENTS)		
Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Collington Episcopal Life Care Community Inc., Series 2001A:		
31	6.750%, 4/01/20	4/09 at 100
25	6.750%, 4/01/23	4/11 at 101
Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Collington Episcopal Life Care Community Inc., Series 2001B:		
25	8.000%, 4/01/22	10/06 at 100
5	6.400%, 4/01/23 (Mandatory put 4/01/07)	4/23 at 100
Prince George's County, Maryland, Revenue Bonds, Collington Episcopal Life Care Community Inc., Series 1994A:		
15	5.625%, 4/01/09	4/09 at 100
200	6.000%, 4/01/13	4/13 at 100

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301 Total Long-Term Care

TAX OBLIGATION/GENERAL - 38.3% (25.7% OF TOTAL INVESTMENTS)

750	Anne Arundel County, Maryland, General Obligation Bonds, Consolidated Water and Sewerage, Series 1999, 4.500%, 8/01/19	8/09 at 101
	Anne Arundel County, Maryland, General Obligation Bonds, Series 2006:	
845	5.000%, 3/01/21	3/16 at 100
650	5.000%, 3/01/21	3/16 at 100
750	Baltimore, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2004A, 5.000%, 10/15/22 - AMBAC Insured	10/14 at 100
300	Carroll County, Maryland, Consolidated Public Improvement Bonds, Series 2005A, 5.000%, 12/01/16	12/15 at 100
	Cecil County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2001B:	
975	4.600%, 8/01/18	8/11 at 101
1,020	4.600%, 8/01/19	8/11 at 101
750	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2006, 5.000%, 11/01/20	No Opt. C
	Frederick, Maryland, General Obligation Bonds, Series 2005:	
600	5.000%, 8/01/16 - MBIA Insured	8/15 at 100
500	5.000%, 8/01/17 - MBIA Insured	8/15 at 100
510	Frederick, Maryland, General Obligation Refunding and Improvement Bonds, Series 2001, 4.750%, 12/01/19	12/11 at 101
1,000	Howard County, Maryland, Consolidated Public Improvement Bonds, Series 2004B, 5.000%, 8/15/16	2/14 at 100
1,000	Maryland, General Obligation Bonds, Series 2005, 5.000%, 8/01/17	8/15 at 100
1,500	Maryland, General Obligation Bonds, State and Local Facilities Loan, First Series 2001, 5.500%, 3/01/12	No Opt. C
4,730	Montgomery County, Maryland, Consolidated General Obligation Public Improvement Refunding Bonds, Series 2001, 5.250%, 10/01/18	10/11 at 101
	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2001:	
1,000	5.250%, 12/01/20 - FGIC Insured	12/11 at 101
2,820	5.250%, 12/01/21 - FGIC Insured	12/11 at 101
770	Puerto Rico, General Obligation and Public Improvement Bonds, Series 2001, 5.000%, 7/01/24 - FSA Insured	7/11 at 100

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AMOUNT (000)	DESCRIPTION (1)	PROVISIONS

	TAX OBLIGATION/GENERAL (continued)	
\$ 800	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Sewerage Disposal Bonds, Series 2005, 5.000%, 6/01/16	6/15 at 100
1,000	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Water Supply Bonds, Series 2005, 5.000%, 6/01/16	6/15 at 100

22,270	Total Tax Obligation/General	

	TAX OBLIGATION/LIMITED - 19.8% (13.3% OF TOTAL INVESTMENTS)	
625	Annapolis, Maryland, Special Obligation Bonds, Park Place Project, Series 2005A, 5.350%, 7/01/34	1/15 at 101
675	Anne Arundel County, Maryland, Tax Increment Financing Revenue Bonds, Parole Town Center Project, Series 2002, 5.000%, 7/01/12	No Opt. C
530	Baltimore Board of School Commissioners, Maryland, Revenue Bonds, City Public School System, Series 2003A, 5.000%, 5/01/15	5/13 at 100
1,580	Baltimore County, Maryland, Certificates of Participation, Health and Social Services Building Project, Series 2001: 5.000%, 8/01/20	8/11 at 101
1,660	5.000%, 8/01/21	8/11 at 101
500	Baltimore, Maryland, Project Revenue Bonds, Series 2006, 5.000%, 7/01/31 - AMBAC Insured	7/16 at 100
350	Hyattsville, Maryland, Special Obligation Bonds, University Town Center Project, Series 2004, 5.750%, 7/01/34	7/14 at 102
1,000	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2002, 5.500%, 2/01/16	No Opt. C
1,000	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2004, 5.000%, 5/01/13	No Opt. C
1,405	Maryland Economic Development Corporation, Lease Revenue Bonds, Department of Transportation Headquarters Building, Series 2002, 5.375%, 6/01/19	6/12 at 100
590	Montgomery County, Maryland, Lease Revenue Bonds, College of Arts Center Project, Series 2005A, 5.000%, 5/01/18	5/15 at 100
1,000	Montgomery County, Maryland, Special Obligation Bonds, West Germantown Development District, Senior Series 2002A, 5.500%, 7/01/27 - RAAI Insured	7/12 at 101
270	Prince George's County, Maryland, Special Obligation Bonds, National Harbor Project, Series 2005, 5.200%, 7/01/34	7/15 at 100
475	Prince George's County, Maryland, Special Tax District Bonds,	7/13 at 100

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Victoria Falls Project, Series 2005, 5.250%, 7/01/35

11,660	Total Tax Obligation/Limited	
<p>TRANSPORTATION - 3.2% (2.2% OF TOTAL INVESTMENTS)</p> <p>Maryland Health and Higher Educational Facilities Authority, Parking Facilities Revenue Bonds, Johns Hopkins Hospital, Series 2001:</p>		
650	5.000%, 7/01/27 - AMBAC Insured	7/11 at 100
1,000	5.000%, 7/01/34 - AMBAC Insured	7/11 at 100
<p>Maryland Health and Higher Educational Facilities Authority, Parking Facilities Revenue Bonds, Johns Hopkins Medical Institution, Series 2004B:</p>		
155	5.000%, 7/01/13 - AMBAC Insured	No Opt. C
135	5.000%, 7/01/14 - AMBAC Insured	No Opt. C
1,940	Total Transportation	

<p>U.S. GUARANTEED - 24.4% (16.4% OF TOTAL INVESTMENTS) (4)</p>		
1,500	Baltimore County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2002, 5.000%, 8/01/18 (Pre-refunded 8/01/12)	8/12 at 100
3,000	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2000, 5.200%, 12/01/19 (Pre-refunded 12/01/10)	12/10 at 101
1,000	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2002, 5.000%, 11/01/20 (Pre-refunded 11/01/12)	11/12 at 101

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Nuveen Maryland Dividend Advantage Municipal Fund 2 (NZR) (continued)
Portfolio of INVESTMENTS May 31, 2006

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
<p>U.S. GUARANTEED (4) (continued)</p>		
\$ 750	Howard County, Maryland, Consolidated Public Improvement Refunding Bonds, Series 2003A, 5.000%, 8/15/15 (Pre-refunded 8/15/12)	8/12 at 100
1,260	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Helix Health, Series 1997, 5.000%, 7/01/17 - AMBAC Insured (ETM)	No Opt. C
1,260	Maryland Transportation Authority, Revenue Refunding Bonds, Transportation Facilities Projects, First Series 1978, 6.800%, 7/01/16 (ETM)	No Opt. C

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3,000	Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, Series 2000A, 5.500%, 10/01/40	10/10 at 101
1,230	Puerto Rico, General Obligation and Public Improvement Bonds, Series 2001, 5.000%, 7/01/24 (Pre-refunded 7/01/11) - FSA Insured	7/11 at 100
1,000	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Bonds, Series 2000, 6.000%, 7/01/26 (Pre-refunded 7/01/10)	7/10 at 100

14,000	Total U.S. Guaranteed	
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UTILITIES - 3.3% (2.2% OF TOTAL INVESTMENTS)

1,000	Guam Power Authority, Revenue Bonds, Series 1999A, 5.250%, 10/01/34 - MBIA Insured	10/09 at 101
1,000	Maryland Energy Financing Administration, Revenue Bonds, AES Warrior Run Project, Series 1995, 7.400%, 9/01/19 (Alternative Minimum Tax)	9/07 at 100

2,000	Total Utilities	
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WATER AND SEWER - 0.6% (0.4% OF TOTAL INVESTMENTS)

355	Maryland Water Quality Financing Administration, Revolving Loan Fund Revenue Bonds, Series 2005A, 5.000%, 9/01/15	No Opt. C
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\$ 88,056	Total Investments (cost \$89,550,637) - 148.8%	
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Other Assets Less Liabilities - 3.0%

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 unless otherwise noted.
- (2) Optional Call Provisions (not covered by the report of independent registered public accounting firm): 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. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings (not covered by the report of independent registered public accounting firm): Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment

grade.

- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.

N/R Not rated.

(ETM) Escrowed to maturity.

See accompanying notes to financial statements.

Nuveen Maryland Dividend Advantage Municipal Fund 3 (NWI)
 Portfolio of
 INVESTMENTS May 31, 2006

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

	CONSUMER DISCRETIONARY - 2.2% (1.5% OF TOTAL INVESTMENTS)	
\$ 220	Baltimore, Maryland, Pollution Control Revenue Bonds, General Motors Corporation, Series 1993, 5.350%, 4/01/08	No Opt. C
1,000	Baltimore, Maryland, Senior Lien Convention Center Hotel Revenue Bonds, Series 2006A, 5.250%, 9/01/39 - XLCA Insured	9/16 at 100
380	Baltimore, Maryland, Subordinate Lien Convention Center Hotel Revenue Bonds, Series 2006B, 5.875%, 9/01/39	9/16 at 100

1,600	Total Consumer Discretionary	

	CONSUMER STAPLES - 3.6% (2.4% OF TOTAL INVESTMENTS)	
2,695	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Refunding Bonds, Series 2002, 5.375%, 5/15/33	5/12 at 100

	EDUCATION AND CIVIC ORGANIZATIONS - 13.4% (9.0% OF TOTAL INVESTMENTS)	
225	Anne Arundel County, Maryland, Economic Development Revenue Bonds, Community College Project, Series 2002, 5.125%, 9/01/22	9/12 at 102
625	Frederick County, Maryland, Educational Facilities Revenue Bonds, Mount Saint Mary's College, Series 2006, 5.625%, 9/01/38	9/16 at 100
	Frederick County, Maryland, Educational Facilities Revenue Bonds, Mount St. Mary's College, Series 2001A:	
100	5.750%, 9/01/25	3/10 at 101
100	5.800%, 9/01/30	3/10 at 101

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690	Hartford County, Maryland, Economic Development Revenue Bonds, Battelle Memorial Institute, Series 2004, 5.250%, 4/01/34	4/14 at 100
625	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Goucher College, Series 2004, 5.125%, 7/01/34	7/14 at 100
1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Johns Hopkins University, Series 2002A, 5.000%, 7/01/32	7/12 at 100
525	Maryland Industrial Development Financing Authority, Revenue Bonds, Our Lady of Good Counsel High School, Series 2005A, 6.000%, 5/01/35	5/15 at 100
1,000	Morgan State University, Maryland, Student Tuition and Fee Revenue Bonds, Academic Fees and Auxiliary Facilities, Series 2003A, 5.000%, 7/01/32 - FGIC Insured	7/13 at 100
985	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2001B, 4.625%, 4/01/21	4/11 at 100
2,000	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2002A, 5.125%, 4/01/22	4/12 at 100
	University of Maryland, Auxiliary Facility and Tuition Revenue Bonds, Series 2003A:	
1,000	5.000%, 4/01/15	4/13 at 100
1,000	5.000%, 4/01/19	4/13 at 100

9,875	Total Education and Civic Organizations	

HEALTH CARE - 17.9% (12.1% OF TOTAL INVESTMENTS)

1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Anne Arundel Medical Center, Series 1998, 5.125%, 7/01/33 - FSA Insured	7/08 at 101
775	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Calvert Memorial Hospital, Series 2004, 5.500%, 7/01/36	7/14 at 100
1,250	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Carroll County General Hospital, Series 2002, 5.800%, 7/01/32	7/12 at 100

Nuveen Maryland Dividend Advantage Municipal Fund 3 (NWI) (continued)
Portfolio of INVESTMENTS May 31, 2006

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

HEALTH CARE (continued)

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\$	870	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Civista Medical Center, Series 2005, 5.000%, 7/01/37 - RAAI Insured	7/14 at 100
	700	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Frederick Memorial Hospital, Series 2002, 5.125%, 7/01/35	7/12 at 100
	800	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Greater Baltimore Medical Center, Series 2001, 5.000%, 7/01/34	7/11 at 100
	1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Johns Hopkins Hospital, Series 2001, 5.000%, 5/15/21	5/11 at 100
	1,000	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Kennedy Krieger Institute, Series 2003, 5.500%, 7/01/33	7/13 at 100
	725	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, LifeBridge Health System, Series 2004A, 5.125%, 7/01/34	7/14 at 100
	900	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, MedStar Health, Series 2004, 5.375%, 8/15/24	8/14 at 100
	650	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Mercy Medical Center, Series 2001, 5.625%, 7/01/31	7/11 at 100
	1,845	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Union Hospital of Cecil County, Series 2002, 5.625%, 7/01/32	7/12 at 100
	775	Maryland Health and Higher Educational Facilities Authority, Revenue Refunding Bonds, Adventist Healthcare, Series 2003A, 5.750%, 1/01/25	1/13 at 101
		Prince George's County, Maryland, Revenue Bonds, Dimensions Health Corporation, Series 1994:	
	350	5.375%, 7/01/14	7/06 at 100
	900	5.300%, 7/01/24	7/06 at 100

13,540	Total Health Care	
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HOUSING/MULTIFAMILY - 14.7% (10.0% OF TOTAL INVESTMENTS)

	980	Maryland Community Development Administration, Housing Revenue Bonds, Series 2002B, 4.950%, 7/01/32 (Alternative Minimum Tax)	7/12 at 100
	1,250	Maryland Economic Development Corporation, Senior Lien Student Housing Revenue Bonds, University of Maryland - Baltimore, Series 2003A, 5.625%, 10/01/23	10/13 at 100
		Maryland Economic Development Corporation, Student Housing Revenue Bonds, Sheppard Pratt University Village, Series 2001:	
	20	5.875%, 7/01/21 - ACA Insured	7/11 at 101

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150	6.000%, 7/01/33 - ACA Insured	7/11 at 101
475	Maryland Economic Development Corporation, Student Housing Revenue Refunding Bonds, University of Maryland College Park Projects, Series 2006, 5.000%, 6/01/33 - CIFG Insured	6/16 at 100
515	Montgomery County Housing Opportunities Commission, Maryland, Multifamily Housing Development Bonds, Series 2002B: 5.100%, 7/01/33 (Alternative Minimum Tax)	7/12 at 100
3,000	5.200%, 7/01/44 (Alternative Minimum Tax)	7/12 at 100
4,860	Prince George's County Housing Authority, Maryland, GNMA Collateralized Mortgage Revenue Bonds, Fairview and Hillside Projects, Series 2002A, 4.700%, 11/20/22	11/12 at 100

11,250	Total Housing/Multifamily	

HOUSING/SINGLE FAMILY - 0.8% (0.5% OF TOTAL INVESTMENTS)

600	Maryland Community Development Administration, Department of Housing and Community Development, Residential Revenue Bonds, Series 2006F, 4.900%, 9/01/26 (Alternative Minimum Tax)	9/15 at 100
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INDUSTRIALS - 1.3% (0.9% OF TOTAL INVESTMENTS)

1,000	Northeast Maryland Waste Disposal Authority, Baltimore, Resource Recovery Revenue Bonds, RESCO Retrofit Project, Series 1998, 4.750%, 1/01/12 (Alternative Minimum Tax)	1/09 at 101
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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS

LONG-TERM CARE - 0.6% (0.4% OF TOTAL INVESTMENTS)		
\$ 280	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Collington Episcopal Life Care Community Inc., Series 2001A, 6.750%, 4/01/23	4/11 at 101
30	Prince George's County, Maryland, Revenue Bonds, Collington Episcopal Life Care Community Inc., Series 1994A: 5.625%, 4/01/09	4/09 at 100
140	6.000%, 4/01/13	4/13 at 100

450	Total Long-Term Care	

TAX OBLIGATION/GENERAL - 23.6% (15.9% OF TOTAL INVESTMENTS)

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1,000	Annapolis, Maryland, General Obligation Public Improvement Refunding Bonds, Series 2002, 4.375%, 4/01/17	4/12 at 101
	Anne Arundel County, Maryland, General Obligation Bonds, Series 2006:	
845	5.000%, 3/01/21	3/16 at 100
650	5.000%, 3/01/21	3/16 at 100
1,000	Calvert County, Maryland, General Obligation Public Improvement Bonds, Series 2002, 4.500%, 1/01/16	1/12 at 101
380	Carroll County, Maryland, Consolidated Public Improvement Bonds, Series 2005A, 5.000%, 12/01/16	12/15 at 100
1,260	Charles County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2002, 4.400%, 1/15/16	1/12 at 101
500	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2006, 5.000%, 11/01/20	No Opt. C
245	Frederick County, Maryland, Special Obligation Bonds, Villages of Lake Linganore Community Development Authority, Series 2001A, 5.600%, 7/01/20 - RAAI Insured	7/10 at 102
	Frederick, Maryland, General Obligation Bonds, Series 2005:	
710	5.000%, 8/01/16 - MBIA Insured	8/15 at 100
535	5.000%, 8/01/17 - MBIA Insured	8/15 at 100
1,000	Maryland National Capital Park Planning Commission, Prince George's County, General Obligation Bonds, Park Acquisition and Development, Series 2004EE-2, 5.000%, 1/15/17	1/14 at 100
1,500	Maryland, General Obligation Bonds, Series 2005, 5.000%, 8/01/17	8/15 at 100
1,440	Montgomery County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2005A, 5.000%, 7/01/15	No Opt. C
1,000	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2003A, 5.000%, 10/01/17	10/13 at 100
1,000	Prince George's County, Maryland, General Obligation Consolidated Public Improvement Bonds, Series 2004C, 5.000%, 12/01/11	No Opt. C
1,000	St. Mary's County, Maryland, General Obligation Hospital Bonds, Series 2002, 5.000%, 10/01/12	No Opt. C
25	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, General Obligation Construction Bonds, Second Series 2001, 5.000%, 6/01/17	6/11 at 101
1,000	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Sewerage Disposal Bonds, Series 2004, 5.000%, 6/01/13	No Opt. C
1,000	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Sewerage Disposal	6/15 at 100

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	Bonds, Series 2005, 5.000%, 6/01/16	
1,000	Washington Suburban Sanitary District, Montgomery and Prince George's Counties, Maryland, Water Supply Bonds, Series 2005, 5.000%, 6/01/16	6/15 at 100

17,090	Total Tax Obligation/General	

	TAX OBLIGATION/LIMITED - 33.9% (23.0% OF TOTAL INVESTMENTS)	
750	Annapolis, Maryland, Special Obligation Bonds, Park Place Project, Series 2005A, 5.350%, 7/01/34	1/15 at 101
1,000	Baltimore Board of School Commissioners, Maryland, Revenue Bonds, City Public School System, Series 2003A, 5.000%, 5/01/15	5/13 at 100
600	Baltimore, Maryland, Project Revenue Bonds, Series 2006, 5.000%, 7/01/31 - AMBAC Insured	7/16 at 100

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Nuveen Maryland Dividend Advantage Municipal Fund 3 (NWI) (continued)
Portfolio of INVESTMENTS May 31, 2006

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

	TAX OBLIGATION/LIMITED (continued)	
\$ 450	Hyattsville, Maryland, Special Obligation Bonds, University Town Center Project, Series 2004, 5.750%, 7/01/34	7/14 at 102
5,000	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2002, 5.500%, 2/01/16	No Opt. C
1,000	Maryland Department of Transportation, Consolidated Transportation Revenue Bonds, Series 2004, 5.000%, 5/01/13	No Opt. C
2,200	Maryland Economic Development Corporation, Lease Revenue Bonds, Department of Transportation Headquarters Building, Series 2002, 4.750%, 6/01/22	6/12 at 100
450	Maryland Economic Development Corporation, Lease Revenue Bonds, Montgomery County Town Square Parking Garage, Series 2002A, 5.000%, 9/15/13	9/12 at 100
2,935	Maryland Economic Development Corporation, Lease Revenue Bonds, Montgomery County Wayne Avenue Parking Project, Series 2002A, 5.250%, 9/15/16	9/12 at 100
1,465	Maryland Stadium Authority, Lease Revenue Bonds, Montgomery County Conference Center Facilities, Series 2003: 5.000%, 6/15/21	6/13 at 100
1,620	5.000%, 6/15/23	6/13 at 100
710	Montgomery County, Maryland, Lease Revenue Bonds, College of Arts Center Project, Series 2005A, 5.000%, 5/01/18	5/15 at 100

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460	Prince George's County, Maryland, Special Obligation Bonds, National Harbor Project, Series 2005, 5.200%, 7/01/34	7/15 at 100
575	Prince George's County, Maryland, Special Tax District Bonds, Victoria Falls Project, Series 2005, 5.250%, 7/01/35	7/13 at 100
	Puerto Rico Public Buildings Authority, Guaranteed Government Facilities Revenue Bonds, Series 2002G:	
1,000	5.250%, 7/01/17	7/12 at 100
1,205	5.250%, 7/01/20	7/12 at 100
1,275	5.250%, 7/01/21	7/12 at 100
1,000	Puerto Rico Public Finance Corporation, Commonwealth Appropriation Bonds, Series 1998A, 5.125%, 6/01/24 - AMBAC Insured	No Opt. C
235	Puerto Rico Public Finance Corporation, Commonwealth Appropriation Bonds, Series 2002E, 5.500%, 8/01/29	2/12 at 100
700	Puerto Rico, Highway Revenue Bonds, Highway and Transportation Authority, Series 2003AA, 5.500%, 7/01/19 - MBIA Insured	No Opt. C

24,630	Total Tax Obligation/Limited	

TRANSPORTATION - 0.4% (0.4% OF TOTAL INVESTMENTS)

	Maryland Health and Higher Educational Facilities Authority, Parking Facilities Revenue Bonds, Johns Hopkins Medical Institution, Series 2004B:	
190	5.000%, 7/01/13 - AMBAC Insured	No Opt. C
175	5.000%, 7/01/14 - AMBAC Insured	No Opt. C

365	Total Transportation	

U.S. GUARANTEED - 24.2% (16.4% OF TOTAL INVESTMENTS) (4)

10	Anne Arundel County, Maryland, General Obligation Bonds, Consolidated General Improvements, Series 1999, 5.000%, 5/15/19 (Pre-refunded 5/15/09)	5/09 at 101
100	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 1999, 5.250%, 7/01/17 (Pre-refunded 7/01/09)	7/09 at 101
	Frederick County, Maryland, General Obligation Public Facilities Bonds, Series 2002:	
1,830	5.000%, 11/01/20 (Pre-refunded 11/01/12)	11/12 at 101
2,035	5.000%, 11/01/21 (Pre-refunded 11/01/12)	11/12 at 101
2,500	5.000%, 11/01/22 (Pre-refunded 11/01/12)	11/12 at 101
1,210	Howard County, Maryland, Consolidated Public Improvement Bonds, Series 2001A, 4.750%, 2/15/19 (Pre-refunded 2/15/09)	2/09 at 101

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

	U.S. GUARANTEED (4) (continued)	
\$	1,215	Howard County, Maryland, Consolidated Public Improvement Refunding Bonds, Series 2003A, 5.000%, 8/15/15 (Pre-refunded 8/15/12)
	285	Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Helix Health, Series 1997, 5.000%, 7/01/17 - AMBAC Insured (ETM)
	1,080	Maryland Transportation Authority, Revenue Refunding Bonds, Transportation Facilities Projects, First Series 1978, 6.800%, 7/01/16 (ETM)
	2,000	Montgomery County, Maryland, Consolidated General Obligation Public Improvement Bonds, Series 2002A, 5.000%, 2/01/20 (Pre-refunded 2/01/12)
	3,500	Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, Series 2000A, 5.500%, 10/01/40
	700	Puerto Rico Public Finance Corporation, Commonwealth Appropriation Bonds, Series 2002E, 5.500%, 8/01/29 (Pre-refunded 2/01/12)
	880	Puerto Rico, General Obligation and Public Improvement Bonds, Series 2001, 5.125%, 7/01/30 (Pre-refunded 7/01/11) - FSA Insured

17,345	Total U.S. Guaranteed	

	UTILITIES - 7.2% (4.8% OF TOTAL INVESTMENTS)	
	1,250	Maryland Energy Financing Administration, Revenue Bonds, AES Warrior Run Project, Series 1995, 7.400%, 9/01/19 (Alternative Minimum Tax)
	4,025	Puerto Rico Electric Power Authority, Power Revenue Bonds, Series 2000HH, 5.250%, 7/01/29 - FSA Insured

5,275	Total Utilities	

	WATER AND SEWER - 4.0% (2.7% OF TOTAL INVESTMENTS)	
	2,570	Baltimore, Maryland, Revenue Refunding Bonds, Wastewater Projects, Series 2002A, 5.125%, 7/01/42 - FGIC Insured
	430	Maryland Water Quality Financing Administration, Revolving

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Loan Fund Revenue Bonds, Series 2005A, 5.000%, 9/01/15

3,000	Total Water and Sewer
\$ 108,715	Total Investments (cost \$112,293,408) - 147.8%
	Other Assets Less Liabilities - 3.0%
	Preferred Shares, at Liquidation Value - (50.8)%
	Net Assets Applicable to Common Shares - 100%

FORWARD SWAPS OUTSTANDING AT MAY 31, 2006:

COUNTERPARTY	NOTIONAL AMOUNT	FIXED RATE PAID BY THE FUND (ANNUALIZED)	FIXED RATE PAYMENT FREQUENCY	FLOATING RATE RECEIVED BY THE FUND BASED ON	FLOATING RATE PAYMENT FREQUENCY	EFF
Goldman Sachs	\$1,600,000	4.013%	Quarterly	BMA	Quarterly	9
Merrill Lynch	2,900,000	4.021	Quarterly	BMA	Quarterly	9

BMA - The daily arithmetic average of the weekly BMA (Bond Market Association) Municipal Swap Index.

- (1) All percentages shown in the Portfolio of Investments are based on net assets applicable to Common shares unless otherwise noted.
- (2) Optional Call Provisions (not covered by the report of independent registered public accounting firm): 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. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings (not covered by the report of independent registered public accounting firm): Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
- (5) Effective date represents the date on which both the Fund and counterparty commence interest payment accruals on each forward swap contract.

N/R Not rated.

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(ETM) Escrowed to maturity.

See accompanying notes to financial statements.

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Nuveen Virginia Premium Income Municipal Fund (NPV)
Portfolio of
INVESTMENTS May 31, 2006

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

CONSUMER STAPLES - 4.2% (2.9% OF TOTAL INVESTMENTS)		
Tobacco Settlement Financing Corporation of Virginia, Tobacco Settlement Asset-Backed Bonds, Series 2005:		
\$ 1,575	5.250%, 6/01/19	6/15 at 100
3,850	5.500%, 6/01/26	6/15 at 100

5,425	Total Consumer Staples	

EDUCATION AND CIVIC ORGANIZATIONS - 7.0% (4.8% OF TOTAL INVESTMENTS)		
1,000	Prince William County Industrial Development Authority, Virginia, Educational Facilities Revenue Bonds, Catholic Diocese of Arlington, Series 2003, 5.500%, 10/01/33	10/13 at 100
500	Prince William County Park Authority, Virginia, Park Facilities Revenue Refunding and Improvement Bonds, Series 1999, 6.000%, 10/15/28	10/09 at 100
700	Puerto Rico Industrial, Tourist, Educational, Medical and Environmental Control Facilities Financing Authority, Higher Education Revenue Refunding Bonds, Ana G. Mendez University System, Series 2002, 5.375%, 12/01/21	12/12 at 100
500	Rockbridge County Industrial Development Authority, Virginia, Horse Center Revenue Refunding Bonds, Series 2001C, 6.850%, 7/15/21	7/11 at 100
475	The Rector and Visitors of the University of Virginia, General Revenue Bonds, Series 2005, 5.000%, 6/01/18	6/15 at 100
2,120	Virginia College Building Authority, Educational Facilities Revenue Bonds, Public Higher Education Financing Program, Series 2001A, 5.000%, 9/01/26	9/11 at 100
2,000	Virginia College Building Authority, Educational Facilities Revenue Bonds, Public Higher Education Financing Program, Series 2004B, 5.000%, 9/01/13	No Opt. C
1,635	Virginia Commonwealth University, Revenue Bonds, Series 2004A, 5.000%, 5/01/17 - AMBAC Insured	5/14 at 100

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8,930	Total Education and Civic Organizations	
HEALTH CARE - 16.9% (11.6% OF TOTAL INVESTMENTS)		
2,000	Albemarle County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Martha Jefferson Hospital, Series 2002, 5.250%, 10/01/35	10/12 at 100
4,850	Fairfax County Industrial Development Authority, Virginia, Hospital Revenue Refunding Bonds, Inova Health System, Series 1993A, 5.000%, 8/15/23	No Opt. C
1,250	Fredericksburg Industrial Development Authority, Virginia, Revenue Bonds, MediCorp Health System, Series 2002B, 5.125%, 6/15/33	6/12 at 100
1,000	Hanover County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Memorial Regional Medical Center, Series 1995, 6.375%, 8/15/18 - MBIA Insured	No Opt. C
1,500	Henrico County Economic Development Authority, Virginia, Revenue Bonds, Bon Secours Health System Inc., Series 2002A, 5.600%, 11/15/30	11/12 at 100
1,500	Henrico County Industrial Development Authority, Virginia, Healthcare Revenue Bonds, Bon Secours Health System, Series 1996, 6.250%, 8/15/20 - MBIA Insured	No Opt. C
1,500	Manassas Industrial Development Authority, Virginia, Hospital Revenue Bonds, Prince William Hospital, Series 2002, 5.250%, 4/01/33	4/13 at 100
4,750	Medical College of Virginia Hospital Authority, General Revenue Bonds, Series 1998, 5.125%, 7/01/23 - MBIA Insured	7/08 at 102
3,000	Roanoke Industrial Development Authority, Virginia, Hospital Revenue Bonds, Carilion Health System, Series 2002A, 5.500%, 7/01/19 - MBIA Insured	7/12 at 100
21,350	Total Health Care	

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
HOUSING/MULTIFAMILY - 4.6% (3.2% OF TOTAL INVESTMENTS)		
\$ 1,435	Arlington County Industrial Development Authority, Virginia, Multifamily Housing Revenue Bonds, Patrick Henry Apartments, Series 2000, 6.050%, 11/01/32 (Mandatory put 11/01/20) (Alternative Minimum Tax)	5/10 at 100
	Danville Industrial Development Authority, Virginia, Student	

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	Housing Revenue Bonds, Collegiate Housing Foundation, Averett College, Series 1999A:		
500	6.875%, 6/01/20		6/09 at 102
1,500	7.000%, 6/01/30		6/09 at 102
1,495	Henrico County Economic Development Authority, Virginia, GNMA Mortgage-Backed Securities Program Assisted Living Revenue Bonds, Beth Sholom, Series 1999A, 5.900%, 7/20/29		7/09 at 102
1,000	Lynchburg Redevelopment and Housing Authority, Virginia, Vistas GNMA Mortgage-Backed Revenue Bonds, Series 2000A, 6.200%, 1/20/40 (Alternative Minimum Tax)		4/10 at 102

5,930	Total Housing/Multifamily		
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HOUSING/SINGLE FAMILY - 2.1% (1.5% OF TOTAL INVESTMENTS)

340	Puerto Rico Housing Finance Authority, Mortgage-Backed Securities Program Home Mortgage Revenue Bonds, Series 2003A, 4.875%, 6/01/34 (Alternative Minimum Tax)		6/13 at 100
1,000	Virginia Housing Development Authority, Commonwealth Mortgage Bonds, Series 2001H-1, 5.350%, 7/01/31 - MBIA Insured		7/11 at 100
1,500	Virginia Housing Development Authority, Commonwealth Mortgage Bonds, Series 2005C-C2, 4.750%, 10/01/32 (Alternative Minimum Tax)		1/15 at 100

2,840	Total Housing/Single Family		
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INDUSTRIALS - 1.6% (1.0% OF TOTAL INVESTMENTS)

2,000	Charles County Industrial Development Authority, Virginia, Solid Waste Disposal Facility Revenue Refunding Bonds, USA Waste of Virginia Inc., Series 1999, 4.875%, 2/01/09 (Alternative Minimum Tax)		No Opt. C
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MATERIALS - 1.9% (1.2% OF TOTAL INVESTMENTS)

500	Bedford County Industrial Development Authority, Virginia, Industrial Development Revenue Refunding Bonds, Nekoosa Packaging Corporation, Series 1998, 5.600%, 12/01/25 (Alternative Minimum Tax) (5)		2/08 at 102
1,000	Goochland County Industrial Development Authority, Virginia, Industrial Development Revenue Refunding Bonds, Nekoosa Packaging Corporation Project, Series 1998, 5.650%, 12/01/25 (Alternative Minimum Tax) (5)		12/08 at 101
1,000	Isle of Wight County Industrial Development Authority, Virginia, Solid Waste Disposal Facilities Revenue Bonds, Union Camp Corporation, Series 1997, 6.100%, 5/01/27 (Alternative Minimum Tax)		5/07 at 102

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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL PROVISIONS
2,500	Total Materials	
TAX OBLIGATION/GENERAL - 27.8% (19.1% OF TOTAL INVESTMENTS)		
900	Alexandria, Virginia, General Obligation Bonds, Series 2004B, 5.000%, 6/15/13	No Opt. C
1,400	Arlington County, Virginia, General Obligation Bonds, Series 2005, 5.000%, 5/15/16	5/15 at 100
1,500	Arlington County, Virginia, General Obligation Bonds, Series 2006, 5.000%, 8/01/20	8/16 at 100
Chesapeake, Virginia, General Obligation Water and Sewerage Bonds, Series 2003B:		
1,880	5.000%, 6/01/21	6/13 at 100
2,060	5.000%, 6/01/23	6/13 at 100
1,355	Harrisonburg, Virginia, General Obligation Bonds, Public Safety and Steam Plant, Series 2002, 5.000%, 7/15/19 - FGIC Insured	7/12 at 101
1,390	Henrico County, Virginia, General Obligation Bonds, Series 2005, 5.000%, 7/15/16	7/15 at 100
105	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2002A, 5.250%, 5/01/22	5/12 at 100
1,920	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2005A, 5.000%, 7/01/14	No Opt. C

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Nuveen Virginia Premium Income Municipal Fund (NPV) (continued)
Portfolio of INVESTMENTS May 31, 2006

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL PROVISIONS
TAX OBLIGATION/GENERAL (continued)		
\$ 1,435	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2005B, 5.000%, 6/01/18	6/15 at 100
1,185	Lynchburg, Virginia, General Obligation Bonds, Series 2004, 5.000%, 6/01/21	6/14 at 100
Newport News, Virginia, General Obligation Bonds, General Improvement and Water Projects, Series 2002A:		
2,770	5.000%, 7/01/19	7/13 at 100
1,000	5.000%, 7/01/20	7/13 at 100
1,350	Newport News, Virginia, General Obligation Bonds, Series 2004C, 5.000%, 5/01/16	5/14 at 101

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1,400	Northern Mariana Islands, General Obligation Bonds, Series 2000A, 6.000%, 6/01/20 - ACA Insured	6/10 at 100
1,280	Portsmouth, Virginia, General Obligation Bonds, Series 2005A, 5.000%, 4/01/15 - MBIA Insured	No Opt. C
1,480	Richmond, Virginia, General Obligation Bonds, Series 2004A, 5.000%, 7/15/21 - FSA Insured	7/14 at 100
1,500	Richmond, Virginia, General Obligation Bonds, Series 2005A: 5.000%, 7/15/17 - FSA Insured	7/15 at 100
1,715	5.000%, 7/15/20 - FSA Insured	7/15 at 100
1,430	Roanoke, Virginia, General Obligation Public Improvement Bonds, Series 2002A, 5.000%, 10/01/17	10/12 at 101
1,135	Suffolk, Virginia, General Obligation Bonds, Series 2005, 5.000%, 12/01/15	No Opt. C
2,155	Virginia Beach, Virginia, General Obligation Bonds, Series 2003B, 5.000%, 5/01/15	5/13 at 100
1,100	Virginia Beach, Virginia, General Obligation Bonds, Series 2005, 5.000%, 1/15/20	1/16 at 100
1,425	Virginia Beach, Virginia, General Obligation Public Improvement Bonds, Series 2001, 5.000%, 6/01/20	6/11 at 101

34,870	Total Tax Obligation/General	

TAX OBLIGATION/LIMITED - 32.7% (22.5% OF TOTAL INVESTMENTS)

Buena Vista Public Recreational Facilities Authority, Virginia, Lease Revenue Bonds, Golf Course Project, Series 2005A:		
335	5.250%, 7/15/25 - ACA Insured	7/15 at 100
260	5.500%, 7/15/35 - ACA Insured	7/15 at 100
2,400	Commonwealth Transportation Board of Virginia, Federal Highway Reimbursement Anticipation Notes, Series 2005, 5.000%, 9/28/15	No Opt. C
1,340	Culpeper Industrial Development Authority, Virginia, Lease Revenue Bonds, School Facilities Project, Series 2005, 5.000%, 1/01/20 - MBIA Insured	1/15 at 100
Cumberland County, Virginia, Certificates of Participation, Series 1997:		
1,075	6.200%, 7/15/12	No Opt. C
1,350	6.375%, 7/15/17	No Opt. C
500	Dinwiddie County Industrial Development Authority, Virginia, Lease Revenue Bonds, Dinwiddie County School Facilities, Series 1997A, 6.000%, 2/01/18	2/07 at 102
1,000	Dinwiddie County Industrial Development Authority, Virginia, Lease Revenue Bonds, Series 2004B, 5.125%, 2/15/16 - MBIA Insured	2/14 at 100
1,000	Fairfax County Economic Development Authority, Virginia,	5/16 at 100

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Lease Revenue Bonds, Joint Public Uses Community Project,
Series 2006, 5.000%, 5/15/18

	Fairfax County Economic Development Authority, Virginia, Lease Revenue Bonds, Laurel Hill Public Facilities Projects, Series 2003:		
2,260	5.000%, 6/01/14		6/13 at 101
2,165	5.000%, 6/01/22		6/13 at 101
1,660	Front Royal and Warren County Industrial Development Authority, Virginia, Lease Revenue Bonds, Series 2004B, 5.000%, 4/01/18 - FSA Insured		4/14 at 100
1,270	James City County Economic Development Authority, Virginia, Revenue Bonds, County Government Projects, Series 2005, 5.000%, 7/15/19		7/15 at 100
1,930	Prince William County, Virginia, Certificates of Participation, County Facilities, Series 2005, 5.000%, 6/01/18 - AMBAC Insured		6/15 at 100
2,000	Puerto Rico Highway and Transportation Authority, Highway Revenue Bonds, Series 2002D, 5.000%, 7/01/32 - FSA Insured		7/12 at 100

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

	TAX OBLIGATION/LIMITED (continued)	
	Puerto Rico Public Buildings Authority, Guaranteed Government Facilities Revenue Refunding Bonds, Series 2002D:	
\$ 265	5.250%, 7/01/27	7/12 at 100
320	5.250%, 7/01/36	7/12 at 100
1,110	Spotsylvania County Industrial Development Authority, Virginia, Lease Revenue Bonds, School Facilities, Series 2003B, 4.375%, 8/01/20 - AMBAC Insured	8/13 at 100
2,000	Virgin Islands Public Finance Authority, Gross Receipts Taxes Loan Note, Series 1999A, 6.500%, 10/01/24	10/10 at 101
1,400	Virginia Beach Development Authority, Public Facilities Revenue Bonds, Series 2005A, 5.000%, 5/01/16	5/15 at 100
2,000	Virginia College Building Authority, Educational Facilities Revenue Bonds, 21st Century College Program, Series 2002A, 5.000%, 2/01/22	2/12 at 100
2,000	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2000B, 5.000%, 8/01/18	8/10 at 101
1,950	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2004C, 5.000%, 8/01/13	No Opt. C
1,625	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2005C, 5.000%, 8/01/17	8/15 at 100

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	Virginia Resources Authority, Infrastructure Revenue Bonds, Pooled Loan Bond Program, Series 2000B:	
1,120	5.500%, 5/01/20 - FSA Insured	5/10 at 101
3,060	5.500%, 5/01/30 - FSA Insured	5/10 at 101
1,740	Virginia Resources Authority, Infrastructure Revenue Bonds, Pooled Loan Bond Program, Series 2002A, 5.000%, 5/01/19	5/11 at 101
2,000	Virginia Transportation Board, Transportation Revenue Bonds, U.S. Route 58 Corridor Development Program, Series 2004B, 5.000%, 5/15/15	5/14 at 100

41,135	Total Tax Obligation/Limited	

TRANSPORTATION - 13.2% (9.1% OF TOTAL INVESTMENTS)

755	Metropolitan District of Columbia Airports Authority, Virginia, Airport System Revenue Bonds, Series 1997A, 5.375%, 10/01/23	10/07 at 101
4,000	Norfolk Airport Authority, Virginia, Airport Revenue Bonds, Series 2001A, 5.125%, 7/01/31 - FGIC Insured	7/11 at 100
1,000	Norfolk, Virginia, Parking System Revenue Bonds, Series 2005A, 5.000%, 2/01/23 - MBIA Insured	2/15 at 100
530	Pocahontas Parkway Association, Virginia, Senior Lien Revenue Bonds, Route 895 Connector Toll Road, Series 1998A, 5.500%, 8/15/28	8/08 at 102
2,500	Richmond Metropolitan Authority, Virginia, Revenue Refunding Bonds, Expressway System, Series 2002, 5.250%, 7/15/22 - FGIC Insured	No Opt. C
6,065	Virginia Port Authority, Revenue Bonds, Port Authority Facilities, Series 1997, 5.600%, 7/01/27 - MBIA Insured (Alternative Minimum Tax)	7/07 at 101
2,000	Virginia Resources Authority, Airports Revolving Fund Revenue Bonds, Series 2001A, 5.250%, 8/01/23	2/11 at 100

16,850	Total Transportation	

U.S. GUARANTEED - 15.0% (10.3% OF TOTAL INVESTMENTS) (4)

3,500	Alexandria Industrial Development Authority, Virginia, Fixed Rate Revenue Bonds, Institute for Defense Analyses, Series 2000A, 5.900%, 10/01/30 (Pre-refunded 10/01/10) - AMBAC Insured	10/10 at 101
750	Bristol, Virginia, General Obligation Utility System Revenue Bonds, Series 2002, 5.000%, 11/01/24 - FSA Insured (ETM)	No Opt. C
	Fairfax County Water Authority, Virginia, Water Revenue Refunding Bonds, Series 2002:	
925	5.375%, 4/01/19 (Pre-refunded 4/01/12)	4/12 at 100
200	5.000%, 4/01/27 (Pre-refunded 4/01/12)	4/12 at 100

Nuveen Virginia Premium Income Municipal Fund (NPV) (continued)
Portfolio of INVESTMENTS May 31, 2006

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

	U.S. GUARANTEED (4) (continued)	
	Greater Richmond Convention Center Authority, Virginia, Hotel Tax Revenue Bonds, Convention Center Expansion Project, Series 2000:	
\$ 600	6.125%, 6/15/25 (Pre-refunded 6/15/10)	6/10 at 101
2,000	6.125%, 6/15/29 (Pre-refunded 6/15/10)	6/10 at 101
2,000	Hampton, Virginia, General Obligation Public Improvement Bonds, Series 2000, 6.000%, 2/01/20 (Pre-refunded 2/01/10)	2/10 at 102
	Loudoun County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Loudoun Hospital Center, Series 2002A:	
375	6.000%, 6/01/22 (Pre-refunded 6/01/12)	6/12 at 101
800	6.100%, 6/01/32 (Pre-refunded 6/01/12)	6/12 at 101
480	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2002A, 5.250%, 5/01/22 (Pre-refunded 5/01/12)	5/12 at 100
2,500	Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, Series 2000A, 5.500%, 10/01/40	10/10 at 101
	Puerto Rico Public Buildings Authority, Guaranteed Government Facilities Revenue Refunding Bonds, Series 2002D:	
735	5.250%, 7/01/27 (Pre-refunded 7/01/12)	7/12 at 100
880	5.250%, 7/01/36 (Pre-refunded 7/01/12)	7/12 at 100
1,035	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Bonds, Series 2000, 5.750%, 7/01/20 (Pre-refunded 7/01/10)	7/10 at 100
1,000	Virginia College Building Authority, Educational Facilities Revenue Bonds, Hampton University, Series 2000, 6.000%, 4/01/20 (Pre-refunded 4/01/10)	4/10 at 101
500	Virginia Resources Authority, Clean Water State Revolving Fund Revenue Bonds, Series 1999, 5.625%, 10/01/22 (Pre-refunded 10/01/10)	10/10 at 100

18,280	Total U.S. Guaranteed	

	UTILITIES - 11.8% (8.1% OF TOTAL INVESTMENTS)	
	Bristol, Virginia, Utility System Revenue Refunding Bonds, Series 2003:	
1,705	5.250%, 7/15/14 - MBIA Insured	7/13 at 100

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1,800	5.250%, 7/15/15 - MBIA Insured	7/13 at 100
2,775	5.250%, 7/15/23 - MBIA Insured	7/13 at 100
2,500	Mecklenburg County Industrial Development Authority, Virginia, Revenue Bonds, UAE Mecklenburg Cogeneration LP, Series 2002, 6.500%, 10/15/17 (Alternative Minimum Tax)	10/12 at 100
3,500	Richmond, Virginia, Public Utility Revenue Refunding Bonds, Series 1998A, 5.125%, 1/15/28 - FGIC Insured	1/08 at 101
	Richmond, Virginia, Public Utility Revenue Refunding Bonds, Series 2002:	
750	5.000%, 1/15/27 - FSA Insured	1/12 at 100
1,700	5.000%, 1/15/33 - FSA Insured	1/12 at 100

14,730	Total Utilities	

WATER AND SEWER - 6.8% (4.7% OF TOTAL INVESTMENTS)

	Fairfax County Water Authority, Virginia, Water Revenue Refunding Bonds, Series 2002:	
105	5.375%, 4/01/19	4/12 at 100
800	5.000%, 4/01/27	4/12 at 100
1,770	Henrico County, Virginia, Water and Sewer System Revenue Refunding Bonds, Series 1999, 5.000%, 5/01/28	5/09 at 102
1,000	Loudoun County Sanitation Authority, Virginia, Water and Sewerage System Revenue Bonds, Series 2004, 5.000%, 1/01/26	1/15 at 100

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

	WATER AND SEWER (continued)	
	Norfolk, Virginia, Water Revenue Refunding Bonds, Series 2001:	
\$ 1,310	5.000%, 11/01/21 - FGIC Insured	11/11 at 100
1,380	5.000%, 11/01/22 - FGIC Insured	11/11 at 100
2,250	Virginia Beach, Virginia, Storm Water Utility Revenue Bonds, Series 2000, 6.000%, 9/01/24	9/10 at 101

8,615	Total Water and Sewer	

\$ 183,455	Total Investments (cost \$186,748,162) - 145.6%	
=====		
	Other Assets Less Liabilities - 2.5%	
	Preferred Shares, at Liquidation Value - (48.1)%	
	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 unless otherwise noted.
- (2) Optional Call Provisions (not covered by the report of independent registered public accounting firm): 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. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings (not covered by the report of independent registered public accounting firm): Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
- (5) The issuer has received a preliminary adverse determination from the Internal Revenue Service (the "IRS") regarding the tax-exempt status of the bonds' coupon payments. The Fund will continue to treat coupon payments as tax-exempt income until such time that it is formally determined that the interest on the bonds should be treated as taxable.

N/R Not rated.

(ETM) Escrowed to maturity.

See accompanying notes to financial statements.

Nuveen Virginia Dividend Advantage Municipal Fund (NGB)
 Portfolio of
 INVESTMENTS May 31, 2006

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

	CONSUMER STAPLES - 4.8% (3.2% OF TOTAL INVESTMENTS)	
	Guam Economic Development Authority, Tobacco Settlement Asset-Backed Bonds, Series 2001A:	
\$ 85	5.000%, 5/15/22	5/11 at 100
850	5.400%, 5/15/31	5/11 at 100
	Tobacco Settlement Financing Corporation of Virginia, Tobacco	

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	Settlement Asset-Backed Bonds, Series 2005:	
550	5.250%, 6/01/19	6/15 at 100
725	5.500%, 6/01/26	6/15 at 100

 2,210 Total Consumer Staples

EDUCATION AND CIVIC ORGANIZATIONS - 14.0% (9.4% OF TOTAL INVESTMENTS)

500	Danville Industrial Development Authority, Virginia, Educational Facilities Revenue Bonds, Averett University, Series 2001, 6.000%, 3/15/22	3/11 at 102
500	Prince William County Industrial Development Authority, Virginia, Educational Facilities Revenue Bonds, Catholic Diocese of Arlington, Series 2003, 5.500%, 10/01/33	10/13 at 101
850	Prince William County Park Authority, Virginia, Park Facilities Revenue Refunding and Improvement Bonds, Series 1999, 6.000%, 10/15/28	10/09 at 101
	Puerto Rico Industrial, Tourist, Educational, Medical and Environmental Control Facilities Financing Authority, Higher Education Revenue Bonds, Ana G. Mendez University System, Series 1999:	
160	5.375%, 2/01/19	2/09 at 101
320	5.375%, 2/01/29	2/09 at 101
330	Rockbridge County Industrial Development Authority, Virginia, Horse Center Revenue Refunding Bonds, Series 2001B, 6.125%, 7/15/11	No Opt. C
1,000	Rockbridge County Industrial Development Authority, Virginia, Horse Center Revenue Refunding Bonds, Series 2001C, 6.850%, 7/15/21	7/11 at 100
160	The Rector and Visitors of the University of Virginia, General Revenue Bonds, Series 2005, 5.000%, 6/01/18	6/15 at 100
1,325	Virginia College Building Authority, Educational Facilities Revenue Bonds, Public Higher Education Financing Program, Series 2000A, 5.000%, 9/01/17	9/10 at 100
700	Virginia College Building Authority, Educational Facilities Revenue Bonds, Public Higher Education Financing Program, Series 2004B, 5.000%, 9/01/13	No Opt. C
500	Virginia College Building Authority, Educational Facilities Revenue Refunding Bonds, Marymount University, Series 1998, 5.100%, 7/01/18 - RAAI Insured	7/08 at 101

 6,345 Total Education and Civic Organizations

HEALTH CARE - 11.0% (7.3% OF TOTAL INVESTMENTS)

100	Fairfax County Industrial Development Authority, Virginia, Hospital Revenue Refunding Bonds, Inova Health System,	No Opt. C
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Series 1993A, 5.000%, 8/15/23

1,000	Fauquier County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Fauquier Hospital, Series 2002, 5.250%, 10/01/25 - RAAI Insured	10/12 at 102
1,500	Fredericksburg Industrial Development Authority, Virginia, Hospital Facilities Revenue Refunding Bonds, MediCorp Health System Obligated Group, Series 1996, 5.250%, 6/15/16 - AMBAC Insured	6/07 at 102
500	Fredericksburg Industrial Development Authority, Virginia, Revenue Bonds, MediCorp Health System, Series 2002B, 5.125%, 6/15/33	6/12 at 100
500	Henrico County Economic Development Authority, Virginia, Revenue Bonds, Bon Secours Health System Inc., Series 2002A, 5.600%, 11/15/30	11/12 at 100

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

	HEALTH CARE (continued)	
\$ 525	Manassas Industrial Development Authority, Virginia, Hospital Revenue Bonds, Prince William Hospital, Series 2002, 5.250%, 4/01/33	4/13 at 100
800	Norton Industrial Development Authority, Virginia, Hospital Revenue Refunding and Improvement Bonds, Norton Community Hospital, Series 2001, 6.000%, 12/01/22 - ACA Insured	12/11 at 101

4,925	Total Health Care	

	HOUSING/MULTIFAMILY - 4.4% (2.9% OF TOTAL INVESTMENTS)	
1,000	Arlington County Industrial Development Authority, Virginia, Multifamily Housing Mortgage Revenue Bonds, Arlington View Terrace Apartments, Series 2001, 5.150%, 11/01/31 (Mandatory put 11/01/19) (Alternative Minimum Tax)	11/11 at 102
1,000	Virginia Housing Development Authority, Rental Housing Bonds, Series 2000G, 5.625%, 10/01/20 (Alternative Minimum Tax)	10/10 at 100

2,000	Total Housing/Multifamily	

	HOUSING/SINGLE FAMILY - 3.5% (2.3% OF TOTAL INVESTMENTS)	
1,000	Virginia Housing Development Authority, Commonwealth	7/11 at 100

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Mortgage Bonds, Series 2001H-1, 5.350%, 7/01/31 -
 MBIA Insured

600 Virginia Housing Development Authority, Commonwealth 1/15 at 100
 Mortgage Bonds, Series 2005C-C2, 4.750%, 10/01/32
 (Alternative Minimum Tax)

 1,600 Total Housing/Single Family

INDUSTRIALS - 0.2% (0.1% OF TOTAL INVESTMENTS)

50 Charles County Industrial Development Authority, Virginia, No Opt. C
 Solid Waste Disposal Facility Revenue Refunding Bonds,
 USA Waste of Virginia Inc., Series 1999, 4.875%, 2/01/09
 (Alternative Minimum Tax)

LONG-TERM CARE - 4.4% (3.0% OF TOTAL INVESTMENTS)

500 Albemarle County Industrial Development Authority, Virginia, 1/12 at 100
 Residential Care Facility Revenue Bonds, Westminster
 Canterbury of the Blue Ridge First Mortgage, Series 2001,
 6.200%, 1/01/31

350 Chesterfield County Health Center Commission, Virginia, 12/15 at 100
 Mortgage Revenue Bonds, Lucy Corr Village, Series 2005,
 5.625%, 12/01/39

650 James City County Industrial Development Authority, Virginia, 3/12 at 101
 Residential Care Facility First Mortgage Revenue Refunding
 Bonds, Williamsburg Landing Inc., Series 2003A, 6.000%, 3/01/23

350 Virginia Beach Development Authority, Virginia, Residential 11/15 at 100
 Care Facility Mortgage Revenue Bonds, Westminster
 Canterbury on Chesapeake Bay, Series 2005, 5.000%, 11/01/22

175 Winchester Industrial Development Authority, Virginia, 1/15 at 100
 Residential Care Facility Revenue Bonds, Westminster-
 Canterbury of Winchester Inc., Series 2005A, 5.200%, 1/01/27

 2,025 Total Long-Term Care

MATERIALS - 1.7% (1.2% OF TOTAL INVESTMENTS)

100 Bedford County Industrial Development Authority, Virginia, 2/08 at 102
 Industrial Development Revenue Refunding Bonds, Nekoosa
 Packaging Corporation, Series 1998, 5.600%, 12/01/25
 (Alternative Minimum Tax) (5)

20 Bedford County Industrial Development Authority, Virginia, 12/09 at 101
 Industrial Development Revenue Refunding Bonds, Nekoosa
 Packaging Corporation, Series 1999A, 6.550%, 12/01/25
 (Alternative Minimum Tax) (5)

220 Goochland County Industrial Development Authority, Virginia, 12/08 at 101

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Industrial Development Revenue Refunding Bonds, Nekoosa
Packaging Corporation Project, Series 1998, 5.650%, 12/01/25
(Alternative Minimum Tax) (5)

500 Hopewell Industrial Development Authority, Virginia, No Opt. C
Environmental Improvement Revenue Bonds, Smurfit Stone
Container Corporation, Series 2005, 5.250%, 6/01/15

840 Total Materials

TAX OBLIGATION/GENERAL - 31.4% (21.0% OF TOTAL INVESTMENTS)

330 Alexandria, Virginia, General Obligation Bonds, No Opt. C
Series 2004B, 5.000%, 6/15/13

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Nuveen Virginia Dividend Advantage Municipal Fund (NGB) (continued)
Portfolio of INVESTMENTS May 31, 2006

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

TAX OBLIGATION/GENERAL (continued)		
\$ 500	Arlington County, Virginia, General Obligation Bonds, Series 2005, 5.000%, 5/15/16	5/15 at 100
600	Arlington County, Virginia, General Obligation Bonds, Series 2006, 5.000%, 8/01/20	8/16 at 100
2,000	Chesterfield County, Virginia, General Obligation Public Improvement Bonds, Series 2001, 5.000%, 1/15/21	1/11 at 100
500	Henrico County, Virginia, General Obligation Bonds, Series 2005, 5.000%, 7/15/16	7/15 at 100
3,310	Leesburg, Virginia, General Obligation Public Improvement Bonds, Series 2000, 5.125%, 1/15/21 - FGIC Insured	1/11 at 101
660	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2005A, 5.000%, 7/01/14	No Opt. C
500	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2005B, 5.000%, 6/01/18	6/15 at 100
845	Newport News, Virginia, General Obligation Bonds, Series 2004C, 5.000%, 5/01/16	5/14 at 101
320	Northern Mariana Islands, General Obligation Bonds, Series 2000A, 6.000%, 6/01/20 - ACA Insured	6/10 at 100
620	Richmond, Virginia, General Obligation Bonds, Series 2005A: 5.000%, 7/15/17 - FSA Insured	7/15 at 100
500	5.000%, 7/15/20 - FSA Insured	7/15 at 100
400	Suffolk, Virginia, General Obligation Bonds, Series 2005,	No Opt. C

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	5.000%, 12/01/15	
400	Virginia Beach, Virginia, General Obligation Bonds, Series 2005, 5.000%, 1/15/20	1/16 at 100
2,425	Virginia Beach, Virginia, General Obligation Public Improvement Bonds, Series 2001, 5.000%, 6/01/21	6/11 at 101

13,910	Total Tax Obligation/General	

TAX OBLIGATION/LIMITED - 24.7% (16.5% OF TOTAL INVESTMENTS)

239	Bell Creek Community Development Authority, Virginia, Special Assessment Bonds, Series 2003A, 6.750%, 3/01/22	3/13 at 101
500	Broad Street Community Development Authority, Virginia, Revenue Bonds, Series 2003, 7.500%, 6/01/33	6/13 at 102
120	Buena Vista Public Recreational Facilities Authority, Virginia, Lease Revenue Bonds, Golf Course Project, Series 2005A: 5.250%, 7/15/25 - ACA Insured	7/15 at 100
95	5.500%, 7/15/35 - ACA Insured	7/15 at 100
800	Commonwealth Transportation Board of Virginia, Federal Highway Reimbursement Anticipation Notes, Series 2005, 5.000%, 9/28/15	No Opt. C
1,000	Culpeper Industrial Development Authority, Virginia, Lease Revenue Bonds, School Facilities Project, Series 2005, 5.000%, 1/01/22 - MBIA Insured	1/15 at 100
500	Fairfax County Economic Development Authority, Virginia, Lease Revenue Bonds, Joint Public Uses Community Project, Series 2006, 5.000%, 5/15/18	5/16 at 100
580	Prince William County, Virginia, Certificates of Participation, County Facilities, Series 2005, 5.000%, 6/01/20 - AMBAC Insured	6/15 at 100
1,000	Spotsylvania County Industrial Development Authority, Virginia, Lease Revenue Bonds, School Facilities, Series 2003B, 5.125%, 8/01/23 - AMBAC Insured	8/13 at 100
960	Virgin Islands Public Finance Authority, Gross Receipts Taxes Loan Note, Series 1999A, 6.375%, 10/01/19	10/10 at 101
500	Virginia Beach Development Authority, Public Facilities Revenue Bonds, Series 2005A, 5.000%, 5/01/16	5/15 at 100
500	Virginia College Building Authority, Educational Facilities Revenue Bonds, 21st Century College Program, Series 2002A, 5.000%, 2/01/22	2/12 at 100
350	Virginia Gateway Community Development Authority, Prince William County, Special Assessment Bonds, Series 2003, 6.375%, 3/01/30	3/13 at 102
2,000	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2001A, 5.000%, 8/01/19	8/11 at 101

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

TAX OBLIGATION/LIMITED (continued)		
\$ 800	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2004C, 5.000%, 8/01/13	No Opt. C
345	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2005C, 5.000%, 8/01/17	8/15 at 100
560	Virginia Transportation Board, Transportation Revenue Bonds, U.S. Route 58 Corridor Development Program, Series 2004B, 5.000%, 5/15/15	5/14 at 100

10,849	Total Tax Obligation/Limited	

TRANSPORTATION - 24.0% (16.1% OF TOTAL INVESTMENTS)		
1,000	Capital Region Airport Authority, Richmond, Virginia, Revenue Bonds, Richmond International Airport, Series 2005A, 5.000%, 7/01/18 - FSA Insured	7/15 at 100
1,000	Chesapeake Bay Bridge and Tunnel Commission, Virginia, General Resolution Revenue Refunding Bonds, Series 1998, 5.500%, 7/01/25 - MBIA Insured	No Opt. C
3,000	Metropolitan Washington D.C. Airports Authority, Airport System Revenue Bonds, Series 2001A, 5.500%, 10/01/27 - MBIA Insured (Alternative Minimum Tax)	10/11 at 101
250	Metropolitan Washington D.C. Airports Authority, Airport System Revenue Bonds, Series 2001B, 5.000%, 10/01/21 - MBIA Insured	10/11 at 101
1,500	Norfolk Airport Authority, Virginia, Airport Revenue Bonds, Series 2001A, 5.125%, 7/01/31 - FGIC Insured	7/11 at 100
500	Norfolk, Virginia, Parking System Revenue Bonds, Series 2005A, 5.000%, 2/01/23 - MBIA Insured	2/15 at 100
200	Pocahontas Parkway Association, Virginia, Senior Lien Revenue Bonds, Route 895 Connector Toll Road, Series 1998A: 5.250%, 8/15/07	No Opt. C
200	5.500%, 8/15/28	8/08 at 102
500	Richmond Metropolitan Authority, Virginia, Revenue Refunding Bonds, Expressway System, Series 2002, 5.250%, 7/15/22 - FGIC Insured	No Opt. C
1,225	Virginia Resources Authority, Airports Revolving Fund Revenue Bonds, Series 2001A, 5.250%, 8/01/23	2/11 at 100

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1,250	Virginia Resources Authority, Airports Revolving Fund Revenue Bonds, Series 2001B, 5.125%, 8/01/27 (Alternative Minimum Tax)	2/11 at 100

10,625	Total Transportation	

U.S. GUARANTEED - 17.6% (11.7% OF TOTAL INVESTMENTS) (4)		
1,000	Bristol, Virginia, Utility System Revenue Refunding Bonds, Series 2001, 5.000%, 7/15/21 - FSA Insured (ETM)	7/11 at 102
425	Loudoun County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Loudoun Hospital Center, Series 2002A, 6.000%, 6/01/22 (Pre-refunded 6/01/12)	6/12 at 101
1,540	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2001B, 5.250%, 1/01/20 (Pre-refunded 1/01/11)	1/11 at 101
Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, Series 2000A:		
1,500	5.500%, 10/01/32	10/10 at 101
1,500	5.500%, 10/01/40	10/10 at 101
415	Puerto Rico, The Children's Trust Fund, Tobacco Settlement Asset-Backed Bonds, Series 2000, 5.750%, 7/01/20 (Pre-refunded 7/01/10)	7/10 at 100
1,300	Richmond, Virginia, General Obligation Refunding and Public Improvement Bonds, Series 1999A, 5.125%, 1/15/24 (Pre-refunded 1/15/10) - FSA Insured	1/10 at 101

7,680	Total U.S. Guaranteed	

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Nuveen Virginia Dividend Advantage Municipal Fund (NGB) (continued)
Portfolio of INVESTMENTS May 31, 2006

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

UTILITIES - 3.5% (2.3% OF TOTAL INVESTMENTS)		
\$ 1,000	Mecklenburg County Industrial Development Authority, Virginia, Revenue Bonds, UAE Mecklenburg Cogeneration LP, Series 2002, 6.500%, 10/15/17 (Alternative Minimum Tax)	10/12 at 100
500	Richmond, Virginia, Public Utility Revenue Refunding Bonds, Series 2002, 5.000%, 1/15/27 - FSA Insured	1/12 at 100

1,500	Total Utilities	

WATER AND SEWER - 4.4% (3.0% OF TOTAL INVESTMENTS)

2,000 Henrico County, Virginia, Water and Sewer System Revenue
 Refunding Bonds, Series 1999, 5.000%, 5/01/22

5/09 at 102

 \$ 66,559 Total Investments (cost \$67,558,091) - 149.6%

Other Assets Less Liabilities - 1.9%

 Preferred Shares, at Liquidation Value - (51.5)%

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 unless otherwise noted.
- (2) Optional Call Provisions (not covered by the report of independent registered public accounting firm): 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. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings (not covered by the report of independent registered public accounting firm): Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
- (5) The issuer has received a preliminary adverse determination from the Internal Revenue Service (the "IRS") regarding the tax-exempt status of the bonds' coupon payments. The Fund will continue to treat coupon payments as tax-exempt income until such time that it is formally determined that the interest on the bonds should be treated as taxable.

N/R Not rated.

(ETM) Escrowed to maturity.

See accompanying notes to financial statements.

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INVESTMENTS May 31, 2006

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

CONSUMER STAPLES - 4.5% (3.0% OF TOTAL INVESTMENTS)		
	Tobacco Settlement Financing Corporation of Virginia, Tobacco Settlement Asset-Backed Bonds, Series 2005:	
\$ 1,050	5.250%, 6/01/19	6/15 at 100
2,700	5.500%, 6/01/26	6/15 at 100

3,750	Total Consumer Staples	

EDUCATION AND CIVIC ORGANIZATIONS - 8.8% (6.0% OF TOTAL INVESTMENTS)		
1,000	Fairfax County Economic Development Authority, Virginia, Revenue Bonds, National Wildlife Federation, Series 1999, 5.375%, 9/01/29 - MBIA Insured	9/09 at 101
1,000	Prince William County Industrial Development Authority, Virginia, Educational Facilities Revenue Bonds, Catholic Diocese of Arlington, Series 2003, 5.500%, 10/01/33	10/13 at 101
1,500	Puerto Rico Industrial, Tourist, Educational, Medical and Environmental Control Facilities Financing Authority, Higher Education Revenue Refunding Bonds, Ana G. Mendez University System, Series 2002, 5.375%, 12/01/21	12/12 at 101
500	Rockbridge County Industrial Development Authority, Virginia, Horse Center Revenue Refunding Bonds, Series 2001C, 6.850%, 7/15/21	7/11 at 100
275	The Rector and Visitors of the University of Virginia, General Revenue Bonds, Series 2005, 5.000%, 6/01/18	6/15 at 100
1,000	Virginia College Building Authority, Educational Facilities Revenue Bonds, Public Higher Education Financing Program, Series 2004B, 5.000%, 9/01/13	No Opt. C
2,000	Winchester Industrial Development Authority, Virginia, Educational Facilities First Mortgage Revenue Bonds, Shenandoah University, Series 1998, 5.250%, 10/01/28 - MBIA Insured	10/08 at 102

7,275	Total Education and Civic Organizations	

HEALTH CARE - 17.6% (12.0% OF TOTAL INVESTMENTS)		
1,500	Albemarle County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Martha Jefferson Hospital, Series 2002, 5.250%, 10/01/35	10/12 at 100
3,000	Fauquier County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Fauquier Hospital, Series 2002,	10/12 at 102

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	5.250%, 10/01/25 - RAAI Insured	
675	Fredericksburg Industrial Development Authority, Virginia, Revenue Bonds, MediCorp Health System, Series 2002B, 5.125%, 6/15/33	6/12 at 100
1,000	Henrico County Economic Development Authority, Virginia, Revenue Bonds, Bon Secours Health System Inc., Series 2002A, 5.600%, 11/15/30	11/12 at 100
1,155	Manassas Industrial Development Authority, Virginia, Hospital Revenue Bonds, Prince William Hospital, Series 2002, 5.250%, 4/01/33	4/13 at 100
1,000	Medical College of Virginia Hospital Authority, General Revenue Bonds, Series 1998, 5.250%, 7/01/14 - MBIA Insured	7/08 at 102
1,200	Norton Industrial Development Authority, Virginia, Hospital Revenue Refunding and Improvement Bonds, Norton Community Hospital, Series 2001, 6.000%, 12/01/22 - ACA Insured	12/11 at 101
1,000	Prince William County Industrial Development Authority, Virginia, Hospital Facility Revenue Refunding Bonds, Potomac Hospital Corporation of Prince William, Series 1998, 5.000%, 10/01/18 - FSA Insured	10/08 at 102
3,915	Roanoke Industrial Development Authority, Virginia, Hospital Revenue Bonds, Carilion Health System, Series 2002A, 5.500%, 7/01/20 - MBIA Insured	7/12 at 100

14,445	Total Health Care	

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Nuveen Virginia Dividend Advantage Municipal Fund 2 (NNB) (continued)
Portfolio of INVESTMENTS May 31, 2006

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
	HOUSING/SINGLE FAMILY - 9.5% (6.5% OF TOTAL INVESTMENTS)	
\$ 7,485	Virginia Housing Development Authority, Commonwealth Mortgage Bonds, Series 2001H-1, 5.350%, 7/01/31 - MBIA Insured	7/11 at 100
500	Virginia Housing Development Authority, Commonwealth Mortgage Bonds, Series 2005C-C2, 4.750%, 10/01/32 (Alternative Minimum Tax)	1/15 at 100

7,985	Total Housing/Single Family	

LONG-TERM CARE - 3.7% (2.6% OF TOTAL INVESTMENTS)

165	Albemarle County Industrial Development Authority, Virginia,	1/12 at 100
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	Residential Care Facility Revenue Bonds, Westminster Canterbury of the Blue Ridge First Mortgage, Series 2001, 6.200%, 1/01/31	
650	Chesterfield County Health Center Commission, Virginia, Mortgage Revenue Bonds, Lucy Corr Village, Series 2005, 5.625%, 12/01/39	12/15 at 100
1,350	James City County Industrial Development Authority, Virginia, Residential Care Facility First Mortgage Revenue Refunding Bonds, Williamsburg Landing Inc., Series 2003A, 6.000%, 3/01/23	3/12 at 101
650	Virginia Beach Development Authority, Virginia, Residential Care Facility Mortgage Revenue Bonds, Westminster Canterbury on Chesapeake Bay, Series 2005, 5.000%, 11/01/22	11/15 at 100
325	Winchester Industrial Development Authority, Virginia, Residential Care Facility Revenue Bonds, Westminster- Canterbury of Winchester Inc., Series 2005A, 5.200%, 1/01/27	1/15 at 100

3,140	Total Long-Term Care	

MATERIALS - 1.9% (1.2% OF TOTAL INVESTMENTS)

165	Bedford County Industrial Development Authority, Virginia, Industrial Development Revenue Refunding Bonds, Nekoosa Packaging Corporation, Series 1998, 5.600%, 12/01/25 (Alternative Minimum Tax) (5)	2/08 at 102
460	Goochland County Industrial Development Authority, Virginia, Industrial Development Revenue Refunding Bonds, Nekoosa Packaging Corporation Project, Series 1998, 5.650%, 12/01/25 (Alternative Minimum Tax) (5)	12/08 at 101
1,000	Hopewell Industrial Development Authority, Virginia, Environmental Improvement Revenue Bonds, Smurfit Stone Container Corporation, Series 2005, 5.250%, 6/01/15	No Opt. C

1,625	Total Materials	

TAX OBLIGATION/GENERAL - 37.5% (25.6% OF TOTAL INVESTMENTS)

600	Alexandria, Virginia, General Obligation Bonds, Series 2004B, 5.000%, 6/15/13	No Opt. C
1,000	Arlington County, Virginia, General Obligation Bonds, Series 2005, 5.000%, 5/15/16	5/15 at 100
500	Arlington County, Virginia, General Obligation Bonds, Series 2006, 5.000%, 8/01/20	8/16 at 100
1,750	Chesapeake, Virginia, General Obligation Bonds, Series 2001, 5.500%, 12/01/16	12/11 at 100

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1,730	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2001C, 4.500%, 11/01/17	11/11 at 101
95	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2002A, 5.250%, 5/01/22	5/12 at 100
1,200	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2005A, 5.000%, 7/01/14	No Opt. C
1,000	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2005B, 5.000%, 6/01/18	6/15 at 100
1,840	Newport News, Virginia, General Obligation Bonds, General Improvement and Water Projects, Series 2002A, 5.000%, 7/01/20	7/13 at 100
1,000	Newport News, Virginia, General Obligation Bonds, Series 2003B, 5.000%, 11/01/22	11/13 at 100
565	Portsmouth, Virginia, General Obligation Public Utility Refunding Bonds, Series 2001B, 5.000%, 6/01/21 - FGIC Insured	6/08 at 100
660	Powhatan County, Virginia, General Obligation Bonds, Series 2001: 5.000%, 1/15/23 - AMBAC Insured	1/11 at 101
1,000	Powhatan County, Virginia, General Obligation Bonds, Series 2001: 5.000%, 1/15/27 - AMBAC Insured	1/11 at 101
1,000	Richmond, Virginia, General Obligation Bonds, Series 2004A, 5.000%, 7/15/21 - FSA Insured	7/14 at 100

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

	TAX OBLIGATION/GENERAL (continued)	
\$ 1,000	Richmond, Virginia, General Obligation Bonds, Series 2005A, 5.000%, 7/15/20 - FSA Insured	7/15 at 100
	Roanoke, Virginia, General Obligation Public Improvement Bonds, Series 2002A:	
2,400	5.000%, 10/01/18	10/12 at 101
2,435	5.000%, 10/01/19	10/12 at 101
1,280	Roanoke, Virginia, General Obligation Public Improvement Bonds, Series 2002B, 5.000%, 10/01/15 - FGIC Insured (Alternative Minimum Tax)	10/12 at 101
	Salem, Virginia, General Obligation Public Improvement Bonds, Series 2002:	
1,145	5.375%, 1/01/21	1/12 at 100
1,200	5.375%, 1/01/22	1/12 at 100
1,260	5.375%, 1/01/23	1/12 at 100
1,325	5.375%, 1/01/24	1/12 at 100
1,000	Staunton, Virginia, General Obligation Bonds, Series 2004, 6.250%, 2/01/25 - AMBAC Insured	2/14 at 101

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600	Virginia Beach, Virginia, General Obligation Bonds, Series 2005, 5.000%, 1/15/20	1/16 at 100
1,500	Virginia Beach, Virginia, General Obligation Public Improvement Bonds, Series 2001, 5.000%, 6/01/19	6/11 at 101
1,420	Virginia Beach, Virginia, General Obligation Refunding and Public Improvement Bonds, Series 2002, 5.000%, 3/01/21	3/12 at 100

30,505	Total Tax Obligation/General	

TAX OBLIGATION/LIMITED - 20.3% (13.8% OF TOTAL INVESTMENTS)

441	Bell Creek Community Development Authority, Virginia, Special Assessment Bonds, Series 2003A, 6.750%, 3/01/22	3/13 at 101
1,000	Broad Street Community Development Authority, Virginia, Revenue Bonds, Series 2003, 7.500%, 6/01/33	6/13 at 102
210	Buena Vista Public Recreational Facilities Authority, Virginia, Lease Revenue Bonds, Golf Course Project, Series 2005A: 5.250%, 7/15/25 - ACA Insured	7/15 at 100
165	5.500%, 7/15/35 - ACA Insured	7/15 at 100
800	Commonwealth Transportation Board of Virginia, Federal Highway Reimbursement Anticipation Notes, Series 2005, 5.000%, 9/28/15	No Opt. C
800	Fairfax County Economic Development Authority, Virginia, Lease Revenue Bonds, Joint Public Uses Community Project, Series 2006, 5.000%, 5/15/18	5/16 at 100
1,800	Loudoun County Industrial Development Authority, Virginia, Lease Revenue Refunding Bonds, Public Facility Project, Series 2003, 5.000%, 3/01/19	3/13 at 100
400	Puerto Rico Public Buildings Authority, Guaranteed Government Facilities Revenue Refunding Bonds, Series 2002D, 5.250%, 7/01/27	7/12 at 100
455	Puerto Rico Public Finance Corporation, Commonwealth Appropriation Bonds, Series 2002E, 5.500%, 8/01/29	2/12 at 100
1,000	Spotsylvania County Industrial Development Authority, Virginia, Lease Revenue Bonds, School Facilities, Series 2003B, 5.125%, 8/01/23 - AMBAC Insured	8/13 at 100
800	Virginia Beach Development Authority, Public Facilities Revenue Bonds, Series 2005A, 5.000%, 5/01/16	5/15 at 100
1,790	Virginia College Building Authority, Educational Facilities Revenue Bonds, 21st Century College Program, Series 2002A, 5.000%, 2/01/22	2/12 at 100
690	Virginia Gateway Community Development Authority, Prince William County, Special Assessment Bonds, Series 2003, 6.375%, 3/01/30	3/13 at 102
2,540	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2001B, 5.000%, 8/01/19	8/11 at 101

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700	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2004C, 5.000%, 8/01/13	No Opt. C
570	Virginia Public School Authority, School Financing Bonds, 1997 Resolution, Series 2005C, 5.000%, 8/01/17	8/15 at 100

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Nuveen Virginia Dividend Advantage Municipal Fund 2 (NNB) (continued)
Portfolio of INVESTMENTS May 31, 2006

PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
TAX OBLIGATION/LIMITED (continued)		
\$ 1,265	Virginia Resources Authority, Infrastructure Revenue Bonds, Pooled Loan Bond Program, Series 2001D, 5.000%, 5/01/26	5/10 at 101
1,100	Virginia Transportation Board, Transportation Revenue Bonds, U.S. Route 58 Corridor Development Program, Series 2004B, 5.000%, 5/15/15	5/14 at 100
16,526 Total Tax Obligation/Limited		
TRANSPORTATION - 4.1% (2.8% OF TOTAL INVESTMENTS)		
1,000	Metropolitan Washington D.C. Airports Authority, Airport System Revenue Bonds, Series 2002A, 5.125%, 10/01/26 - FGIC Insured (Alternative Minimum Tax)	10/12 at 100
1,500	Norfolk, Virginia, Parking System Revenue Bonds, Series 2005A, 5.000%, 2/01/23 - MBIA Insured	2/15 at 100
300	Pocahontas Parkway Association, Virginia, Senior Lien Revenue Bonds, Route 895 Connector Toll Road, Series 1998A: 5.250%, 8/15/07	No Opt. C
325	5.500%, 8/15/28	8/08 at 102
300	Virginia Resources Authority, Airports Revolving Fund Revenue Bonds, Series 2001A, 5.250%, 8/01/17	2/11 at 100
3,425 Total Transportation		
U.S. GUARANTEED - 17.1% (11.7% OF TOTAL INVESTMENTS) (4)		
1,000	Bristol, Virginia, General Obligation Utility System Revenue Bonds, Series 2002, 5.000%, 11/01/24 - FSA Insured (ETM)	No Opt. C
195	Fairfax County Water Authority, Virginia, Water Revenue Refunding Bonds, Series 2002, 5.000%, 4/01/27 (Pre-refunded 4/01/12)	4/12 at 100

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	Loudoun County Industrial Development Authority, Virginia, Hospital Revenue Bonds, Loudoun Hospital Center, Series 2002A:	
250	6.000%, 6/01/22 (Pre-refunded 6/01/12)	6/12 at 101
600	6.100%, 6/01/32 (Pre-refunded 6/01/12)	6/12 at 101
445	Loudoun County, Virginia, General Obligation Public Improvement Bonds, Series 2002A, 5.250%, 5/01/22 (Pre-refunded 5/01/12)	5/12 at 100
2,750	Puerto Rico Infrastructure Financing Authority, Special Obligation Bonds, Series 2000A, 5.500%, 10/01/40	10/10 at 101
1,100	Puerto Rico Public Buildings Authority, Guaranteed Government Facilities Revenue Refunding Bonds, Series 2002D, 5.250%, 7/01/27 (Pre-refunded 7/01/12)	7/12 at 100
1,345	Puerto Rico Public Finance Corporation, Commonwealth Appropriation Bonds, Series 2002E, 5.500%, 8/01/29 (Pre-refunded 2/01/12)	2/12 at 100
500	Virginia Beach, Virginia, Water and Sewerage System Revenue Bonds, Series 2000, 5.125%, 8/01/14 (Pre-refunded 8/01/10)	8/10 at 100
500	Virginia Public Building Authority, Public Facilities Revenue Bonds, Series 2000A, 5.750%, 8/01/20 (Pre-refunded 8/01/10)	8/10 at 100
1,710	Virginia Transportation Board, Transportation Revenue Bonds, Northern Virginia Transportation District Program, Series 2001A, 5.000%, 5/15/26 (Pre-refunded 5/15/11)	5/11 at 100
	Virginia Transportation Board, Transportation Revenue Bonds, U.S. Route 58 Corridor Development Program, Series 2001B:	
1,705	5.000%, 5/15/22 (Pre-refunded 5/15/11)	5/11 at 100
1,665	5.000%, 5/15/23 (Pre-refunded 5/15/11)	5/11 at 100

13,765	Total U.S. Guaranteed	
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UTILITIES - 6.4% (4.4% OF TOTAL INVESTMENTS)

2,000	Mecklenburg County Industrial Development Authority, Virginia, Revenue Bonds, UAE Mecklenburg Cogeneration LP, Series 2002, 6.500%, 10/15/17 (Alternative Minimum Tax)	10/12 at 100
3,125	Puerto Rico Electric Power Authority, Power Revenue Bonds, Series 2000HH, 5.250%, 7/01/29 - FSA Insured	7/10 at 101

5,125	Total Utilities	
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PRINCIPAL AMOUNT (000)	DESCRIPTION (1)	OPTIONAL C PROVISIONS
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WATER AND SEWER - 15.3% (10.4% OF TOTAL INVESTMENTS)

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\$	805	Fairfax County Water Authority, Virginia, Water Revenue Refunding Bonds, Series 2002, 5.000%, 4/01/27	4/12 at 100
		Henry County Public Service Authority, Virginia, Water and Sewerage Revenue Refunding Bonds, Series 2001:	
	1,000	5.500%, 11/15/17 - FSA Insured	No Opt. C
	3,000	5.500%, 11/15/19 - FSA Insured	No Opt. C
		Norfolk, Virginia, Water Revenue Refunding Bonds, Series 2001:	
	1,130	5.000%, 11/01/18 - FGIC Insured	11/11 at 100
	1,190	5.000%, 11/01/19 - FGIC Insured	11/11 at 100
	1,450	5.000%, 11/01/23 - FGIC Insured	11/11 at 100
	1,525	5.000%, 11/01/24 - FGIC Insured	11/11 at 100
	2,250	Virginia Resources Authority, Water and Sewerage System Revenue Bonds, Caroline County Public Improvements Project, Series 2001, 5.000%, 5/01/32	5/11 at 101

	12,350	Total Water and Sewer	

\$	119,916	Total Investments (cost \$121,203,298) - 146.7%	
=====			
		Other Assets Less Liabilities - 2.2%	

		Preferred Shares, at Liquidation Value - (48.9)%	

		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 unless otherwise noted.
- (2) Optional Call Provisions (not covered by the report of independent registered public accounting firm): 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. Certain mortgage-backed securities may be subject to periodic principal paydowns.
- (3) Ratings (not covered by the report of independent registered public accounting firm): Using the higher of Standard & Poor's or Moody's rating. Ratings below BBB by Standard & Poor's Group or Baa by Moody's Investor Service, Inc. are considered to be below investment grade.
- (4) Backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities which ensure the timely payment of principal and interest. Such investments are normally considered to be equivalent to AAA rated securities.
- (5) The issuer has received a preliminary adverse determination from the Internal Revenue Service (the "IRS") regarding the tax-exempt status of the bonds' coupon payments. The Fund will continue to treat coupon payments as tax-exempt income until such time that it

is formally determined that the interest on the bonds should be treated as taxable.

N/R Not rated.

(ETM) Escrowed to maturity.

See accompanying notes to financial statements.

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Statement of
ASSETS AND LIABILITIES May 31, 2006

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)
<hr/>		
ASSETS		
Investments, at value (cost \$223,010,894, \$88,532,004, \$89,550,637 and \$112,293,408, respectively)	\$229,126,363	\$90,761,854
Cash	--	185,781
Receivables:		
Interest	3,950,158	1,588,068
Investments sold	1,185,690	275,000
Unrealized appreciation on forward swaps	--	--
Other assets	7,657	7,814
<hr/>		
Total assets	234,269,868	92,818,517
<hr/>		
LIABILITIES		
Cash overdraft	1,116,298	--
Accrued expenses:		
Management fees	124,974	30,582
Other	57,473	21,095
Preferred share dividends payable	37,266	4,894
<hr/>		
Total liabilities	1,336,011	56,571
<hr/>		
Preferred shares, at liquidation value	79,100,000	32,000,000
<hr/>		
Net assets applicable to Common shares	\$153,833,857	\$60,761,946
<hr/>		
Common shares outstanding	10,631,702	4,171,579
<hr/>		
Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding)	\$ 14.47	\$ 14.57
<hr/>		
NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF:		
<hr/>		
Common shares, \$.01 par value per share	\$ 106,317	\$ 41,716
Paid-in surplus	147,671,172	59,183,089
Undistributed (Over-distribution of) net investment income	266,281	52,442
Accumulated net realized gain (loss) from investments and derivative transactions	(325,382)	(745,151)
Net unrealized appreciation (depreciation) of investments and derivative transactions	6,115,469	2,229,850
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Net assets applicable to Common shares	\$153,833,857	\$60,761,946
=====		
Authorized shares:		
Common	Unlimited	Unlimited
Preferred	Unlimited	Unlimited
=====		

See accompanying notes to financial statements.

	VIRGINIA PREMIUM INCOME (NPV)

ASSETS	
Investments, at value (cost \$186,748,162, \$67,558,091 and \$121,203,298, respectively)	\$193,121,320
Cash	196,831
Receivables:	
Interest	3,086,029
Investments sold	185,000
Unrealized appreciation on forward swaps	--
Other assets	9,357

Total assets	196,598,537

LIABILITIES	
Cash overdraft	--
Accrued expenses:	
Management fees	105,626
Other	44,532
Preferred share dividends payable	21,881

Total liabilities	172,039

Preferred shares, at liquidation value	63,800,000

Net assets applicable to Common shares	\$132,626,498
=====	
Common shares outstanding	8,909,930
=====	
Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding)	\$ 14.89
=====	
NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF:	

Common shares, \$.01 par value per share	\$ 89,099
Paid-in surplus	125,433,889
Undistributed (Over-distribution of) net investment income	501,200
Accumulated net realized gain (loss) from investments and derivative transactions	229,152
Net unrealized appreciation (depreciation) of investments and derivative transactions	6,373,158

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Net assets applicable to Common shares	\$132,626,498
=====	
Authorized shares:	
Common	Unlimited
Preferred	Unlimited
=====	

See accompanying notes to financial statements.

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Statement of
OPERATIONS Year Ended May 31, 2006

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)

INVESTMENT INCOME	\$11,406,310	\$ 4,480,097

EXPENSES		
Management fees	1,494,390	600,193
Preferred shares - auction fees	197,976	80,091
Preferred shares - dividend disbursing agent fees	20,000	10,000
Shareholders' servicing agent fees and expenses	27,494	2,413
Custodian's fees and expenses	62,923	28,936
Trustees' fees and expenses	4,995	1,990
Professional fees	17,829	12,620
Shareholders' reports - printing and mailing expenses	41,343	16,515
Stock exchange listing fees	10,237	355
Investor relations expense	26,860	11,852
Other expenses	17,686	12,960

Total expenses before custodian fee credit and expense reimbursement	1,921,733	777,925
Custodian fee credit	(24,444)	(12,877)
Expense reimbursement	--	(266,219)

Net expenses	1,897,289	498,829

Net investment income	9,509,021	3,981,268

REALIZED AND UNREALIZED GAIN (LOSS)		
Net realized gain (loss) from investments	83,005	(25,376)
Net realized gain (loss) from forward swaps	--	(62,612)
Net realized gain (loss) from futures	--	--
Change in net unrealized appreciation (depreciation) of investments	(6,030,163)	(2,009,294)
Change in net unrealized appreciation (depreciation) of forward swaps	--	64,747

Net realized and unrealized gain (loss)	(5,947,158)	(2,032,535)

DISTRIBUTIONS TO PREFERRED SHAREHOLDERS		
From net investment income	(1,920,310)	(790,032)
From accumulated net realized gains	(31,400)	--

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Decrease in net assets applicable to Common shares from distributions to Preferred shareholders	(1,951,710)	(790,032)

Net increase (decrease) in net assets applicable to Common shares from operations	\$ 1,610,153	\$ 1,158,701
=====		

See accompanying notes to financial statements.

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		VIRGINIA PREMIUM INCOME (NPV)

INVESTMENT INCOME		\$ 9,470,695

EXPENSES		
Management fees		1,271,052
Preferred shares - auction fees		159,682
Preferred shares - dividend disbursing agent fees		20,000
Shareholders' servicing agent fees and expenses		23,449
Custodian's fees and expenses		49,681
Trustees' fees and expenses		4,301
Professional fees		17,335
Shareholders' reports - printing and mailing expenses		32,714
Stock exchange listing fees		10,268
Investor relations expense		23,814
Other expenses		16,717

Total expenses before custodian fee credit and expense reimbursement		1,629,013
Custodian fee credit		(26,759)
Expense reimbursement		--

Net expenses		1,602,254

Net investment income		7,868,441

REALIZED AND UNREALIZED GAIN (LOSS)		
Net realized gain (loss) from investments		1,639,045
Net realized gain (loss) from forward swaps		--
Net realized gain (loss) from futures		--
Change in net unrealized appreciation (depreciation) of investments		(7,073,360)
Change in net unrealized appreciation (depreciation) of forward swaps		--

Net realized and unrealized gain (loss)		(5,434,315)

DISTRIBUTIONS TO PREFERRED SHAREHOLDERS		
From net investment income		(1,304,947)
From accumulated net realized gains		(231,433)

Decrease in net assets applicable to Common shares from distributions to Preferred shareholders		(1,536,380)

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Net increase (decrease) in net assets applicable to Common shares from operations \$ 897,746

See accompanying notes to financial statements.

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Statement of
CHANGES IN NET ASSETS

	MARYLAND PREMIUM INCOME (NMY)		MARYLAND DIVIDEND ADVANTAGE (NFM)	
	YEAR ENDED 5/31/06	YEAR ENDED 5/31/05	YEAR ENDED 5/31/06	YEAR ENDED 5/31/05
OPERATIONS				
Net investment income	\$ 9,509,021	\$ 9,757,516	\$ 3,981,268	\$ 4,077,41
Net realized gain (loss) from investments	83,005	795,306	(25,376)	114,67
Net realized gain (loss) from forward swaps	--	--	(62,612)	(186,94
Net realized gain (loss) from futures	--	--	--	--
Change in net unrealized appreciation (depreciation) of investments	(6,030,163)	9,023,910	(2,009,294)	3,306,96
Change in net unrealized appreciation (depreciation) of forward swaps	--	--	64,747	(64,74
Distributions to Preferred Shareholders:				
From net investment income	(1,920,310)	(1,044,071)	(790,032)	(417,53
From accumulated net realized gains	(31,400)	--	--	--
Net increase (decrease) in net assets applicable to Common shares from operations	1,610,153	18,532,661	1,158,701	6,829,83
DISTRIBUTIONS TO COMMON SHAREHOLDERS				
From net investment income	(8,311,346)	(9,572,060)	(3,532,953)	(3,885,20
From accumulated net realized gains	(260,035)	--	--	--
Decrease in net assets applicable to Common shares from distributions to Common shareholders	(8,571,381)	(9,572,060)	(3,532,953)	(3,885,20
CAPITAL SHARE TRANSACTIONS				
Common shares:				
Offering costs adjustments	--	--	--	--
Net proceeds from shares issued to shareholders due to reinvestment of distributions	298,649	429,038	84,704	65,54
Preferred shares offering costs adjustments	--	--	--	--

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Net increase in net assets applicable to Common shares from capital share transactions	298,649	429,038	84,704	65,54
Net increase (decrease) in net assets applicable to Common shares	(6,662,579)	9,389,639	(2,289,548)	3,010,17
Net assets applicable to Common shares at the beginning of year	160,496,436	151,106,797	63,051,494	60,041,32
Net assets applicable to Common shares at the end of year	\$153,833,857	\$160,496,436	\$60,761,946	\$63,051,49
Undistributed (Over-distribution of) net investment income at the end of year	\$ 266,281	\$ 989,129	\$ 52,442	\$ 395,65

See accompanying notes to financial statements.

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	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)		VIRGINIA PREMIUM INCOME (NPV)	
	YEAR ENDED 5/31/06	YEAR ENDED 5/31/05	YEAR ENDED 5/31/06	YEAR ENDED 5/31/05
OPERATIONS				
Net investment income	\$ 4,610,127	\$ 4,588,042	\$ 7,868,441	\$ 8,242,30
Net realized gain (loss) from investments	163,785	94,606	1,639,045	1,338,63
Net realized gain (loss) from forward swaps	(75,241)	(447,668)	--	--
Net realized gain (loss) from futures	(156)	--	--	--
Change in net unrealized appreciation (depreciation) of investments	(2,948,764)	5,755,731	(7,073,360)	6,847,39
Change in net unrealized appreciation (depreciation) of forward swaps	406,799	(194,876)	--	--
Distributions to Preferred Shareholders:				
From net investment income	(978,804)	(514,154)	(1,304,947)	(765,69
From accumulated net realized gains	--	(2,976)	(231,433)	--
Net increase (decrease) in net assets applicable to Common shares from operations	1,177,746	9,278,705	897,746	15,662,64
DISTRIBUTIONS TO COMMON SHAREHOLDERS				
From net investment income	(3,826,714)	(4,164,157)	(7,081,332)	(7,997,82
From accumulated net realized gains	--	(40,734)	(2,160,808)	--

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Decrease in net assets applicable to Common shares from distributions to Common shareholders	(3,826,714)	(4,204,891)	(9,242,140)	(7,997,82)
CAPITAL SHARE TRANSACTIONS				
Common shares:				
Offering costs adjustments	--	--	--	--
Net proceeds from shares issued to shareholders due to reinvestment of distributions	15,363	--	630,496	553,21
Preferred shares offering costs adjustments	--	--	--	--
Net increase in net assets applicable to Common shares from capital share transactions	15,363	--	630,496	553,21
Net increase (decrease) in net assets applicable to Common shares	(2,633,605)	5,073,814	(7,713,898)	8,218,03
Net assets applicable to Common shares at the beginning of year	79,442,832	74,369,018	140,340,396	132,122,35
Net assets applicable to Common shares at the end of year	\$76,809,227	\$79,442,832	\$132,626,498	\$140,340,39
Undistributed (Over-distribution of) net investment income at the end of year	\$ (84,856)	\$ 110,535	\$ 501,200	\$ 1,047,35

See accompanying notes to financial statements.

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Statement of
CHANGES IN NET ASSETS (continued)

OPERATIONS				
Net investment income				
Net realized gain (loss) from investments				
Net realized gain (loss) from forward swaps				
Net realized gain (loss) from futures				
Change in net unrealized appreciation (depreciation) of investments				
Change in net unrealized appreciation (depreciation) of forward swaps				
Distributions to Preferred Shareholders:				

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From net investment income
From accumulated net realized gains

Net increase (decrease) in net assets
applicable to Common shares
from operations

DISTRIBUTIONS TO COMMON SHAREHOLDERS
From net investment income
From accumulated net realized gains

Decrease in net assets applicable to
Common shares from distributions
to Common shareholders

CAPITAL SHARE TRANSACTIONS
Common shares:
Offering costs adjustments
Net proceeds from shares issued to
shareholders due to reinvestment
of distributions
Preferred shares offering costs
adjustments

Net increase in net assets
applicable to Common shares from
capital share transactions

Net increase (decrease) in net assets
applicable to Common shares
Net assets applicable to Common
shares at the beginning of year

Net assets applicable to Common
shares at the end of year

=====
Undistributed (Over-distribution of)
net investment income at the
end of year
=====

See accompanying notes to financial statements.

Notes to
FINANCIAL STATEMENTS

1. GENERAL INFORMATION AND SIGNIFICANT ACCOUNTING POLICIES

The funds (the "Funds") covered in this report and their corresponding Common share stock exchange symbols are Nuveen Maryland Premium Income Municipal Fund (NMY), Nuveen Maryland Dividend Advantage Municipal Fund (NFM), Nuveen Maryland Dividend Advantage Municipal Fund 2 (NZR), Nuveen Maryland Dividend Advantage Municipal Fund 3 (NWI), Nuveen Virginia Premium Income Municipal Fund (NPV), Nuveen Virginia Dividend Advantage Municipal Fund (NGB) and Nuveen Virginia Dividend Advantage Municipal Fund 2 (NNB). Common shares of Maryland Premium Income (NMY) and Virginia Premium Income (NPV) are traded on the New York Stock

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Exchange while Common shares of Maryland Dividend Advantage (NFM), Maryland Dividend Advantage 2 (NZR), Maryland Dividend Advantage 3 (NWI), Virginia Dividend Advantage (NGB) and Virginia Dividend Advantage 2 (NNE) are traded on the American Stock Exchange. The Funds are registered under the Investment Company Act of 1940, as amended, as closed-end management investment companies.

Each Fund seeks to provide current income exempt from both regular federal and designated state income taxes by investing primarily in a diversified portfolio of municipal obligations issued by state and local government authorities within a single state or certain U.S. territories.

The following is a summary of significant accounting policies followed by the Funds in the preparation of their financial statements in accordance with U.S. generally accepted accounting principles.

Investment 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 Trustees. When market price quotes are not readily available (which is usually the case for municipal securities), the pricing service establishes fair 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, evaluations of anticipated cash flows or collateral and general market conditions. Prices of forward swap contracts are also provided by an independent pricing service approved by each Fund's Board of Trustees. If the pricing service is unable to supply a price for a municipal bond or a forward swap contract, each Fund may use a market price or fair market value quote provided by a major broker/dealer in such investments. If it is determined that the market price or fair market value for an investment is unavailable or inappropriate, the Board of Trustees of the Funds, or its designee, may establish a fair value for the investment. Temporary investments in securities that have variable rate and demand features qualifying them as short-term investments are valued at amortized cost, which approximates market value.

Investment Transactions

Investment transactions are recorded on a trade date basis. Realized gains and losses from transactions are determined on the specific identification method. Investments purchased on a when-issued or delayed delivery basis may have extended settlement periods. Any investments 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/delayed delivery purchase commitments. At May 31, 2006, there were no such outstanding purchase commitments in any of the 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. Investment income also includes paydown gains and losses, if any.

Income Taxes

Each Fund is a separate taxpayer for federal income tax purposes. Each Fund intends to distribute substantially all net investment income and net capital gains to shareholders and to otherwise comply with the requirements of Subchapter M of the Internal Revenue Code applicable to regulated investment companies. 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 and designated state income taxes, to retain such tax-exempt status when distributed to shareholders of the Funds. All monthly tax-exempt income dividends paid during the fiscal year ended May 31, 2006, have been designated Exempt Interest Dividends. Net realized capital gains and ordinary income distributions paid by the Funds are subject to federal taxation.

Dividends and Distributions to Common Shareholders

Dividends from tax-exempt net investment income are declared 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.

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Notes to
FINANCIAL STATEMENTS (continued)

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 accordance with federal income tax regulations, which may differ from U.S. generally accepted accounting principles.

Preferred Shares

The Funds have issued and outstanding Preferred shares, \$25,000 stated value per share, as a means of effecting financial leverage. Each Fund's Preferred shares are issued in one or more Series. The dividend rate paid by the Funds on each Series is determined every seven days, pursuant to a dutch auction process overseen by the auction agent, and is payable at the end of each rate period. The number of Preferred shares outstanding, by Series and in total, for each Fund is as follows:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	ADVANTAGE

Number of shares:				
Series M	--	1,280	--	
Series T	--	--	--	
Series W	1,404	--	--	
Series TH	1,760	--	--	
Series F	--	--	1,280	

Total	3,164	1,280	1,280	
=====				

	VIRGINIA PREMIUM INCOME (NPV)	VIRGINIA DIVIDEND ADVANTAGE (NGB)	ADVANTAGE

Number of shares:			
Series M	--	--	
Series T		832	--
Series W		--	960
Series TH		1,720	--
Series F		--	--

Total	2,552	960
-------	-------	-----

Forward Swap Transactions

The Funds are authorized to invest in certain derivative financial instruments. The Funds' use of forward interest rate swap transactions is intended to mitigate the negative impact that an increase in long-term interest rates could have on Common share net asset value. Forward interest rate swap transactions involve each Fund's agreement with the counterparty to pay, in the future, a fixed rate payment in exchange for the counterparty paying the Fund a variable rate payment, the accruals for which would begin at a specified date in the future (the "effective date"). The amount of the payment obligation is based on the notional amount of the forward swap contract and would increase or decrease in value based primarily on the extent to which long-term interest rates for bonds having a maturity of the swaps' termination date were to increase or decrease. The Funds may close out a contract prior to the effective date, at which point a realized gain or loss would be recognized. When a forward swap is terminated, it ordinarily does not involve the delivery of securities or other underlying assets or principal, but rather is settled in cash on a net basis. Each Fund intends, but is not obligated to, terminate its forward swaps before the effective date. Accordingly, the risk of loss with respect to the swap counterparty on such transactions is limited to the credit risk associated with a counterparty failing to honor its commitment to pay any realized gain to the Fund upon termination. To minimize such credit risk, all counterparties are required to pledge collateral daily (based on the daily valuation of each swap) on behalf of each Fund with a value approximately equal to the amount of any unrealized gain above a pre-determined threshold. Reciprocally, when any of the Funds have an unrealized loss on a swap contract, the

Funds have instructed the custodian to pledge assets of the Funds as collateral with a value approximately equal to the amount of the unrealized loss above a pre-determined threshold. Collateral pledges are monitored and subsequently adjusted if and when the swap valuations fluctuate, either up or down, by at least the predetermined threshold amount.

Futures Contracts

The Funds may invest in futures contracts for the purposes of hedging against changes in values of a Fund's securities or changes in the prevailing levels of interest rates. Upon entering into a futures contract, a Fund is required to deposit with the broker an amount of cash or liquid securities equal to a specified percentage of the contract amount. This is known as the "initial margin." Subsequent payments ("variation margin") are made or received by a Fund each day, depending on the daily fluctuation of the value of the contract.

During the period the futures contract is open, changes in the value of the contract are recognized as an unrealized gain or loss by "marking-to-market" on a daily basis to reflect the changes in market value of the contract. When the contract is closed, a Fund records realized gains or losses equal to the difference between the value of the contract on the closing date and value of the contract when originally entered into. As of May 31, 2006, there were no outstanding futures contracts in any of the Funds.

Risks of investments in futures contracts including the possible adverse movement of the securities or indices underlying the contracts, the possibility that there may not be a liquid secondary market for the contracts and/or that a

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change in the value of the contract may not correlate with a change in the value of the underlying securities.

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.

Indemnifications

Under the Funds' organizational documents, their Officers and Trustees are indemnified against certain liabilities arising out of the performance of their duties to the Funds. In addition, in the normal course of business, the Funds enter into contracts that provide general indemnifications to other parties. The Funds' maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Funds that have not yet occurred. However, the Funds have not had prior claims or losses pursuant to these contracts and expect the risk of loss to be remote.

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles 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 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 shares were as follows:

	MARYLAND PREMIUM INCOME (NMY)		MARYLAND DIVIDEND ADVANTAGE (NFM)		MARYLA ADVANT
	YEAR ENDED 5/31/06	YEAR ENDED 5/31/05	YEAR ENDED 5/31/06	YEAR ENDED 5/31/05	YEAR ENDE 5/31/0
Common shares issued to shareholders due to reinvestment of distributions	19,420	27,491	5,298	4,162	7,52

	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)		VIRGINIA PREMIUM INCOME (NPV)		VIRGIN ADVAN
	YEAR ENDED 5/31/06	YEAR ENDED 5/31/05	YEAR ENDED 5/31/06	YEAR ENDED 5/31/05	YEAR ENDE 5/31/0
Common shares issued to shareholders due to reinvestment of distributions	1,071	--	38,319	33,307	3,03

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YEAR ENDE

Common shares issued to
shareholders due
to reinvestment
of distributions

8,83

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Notes to
FINANCIAL STATEMENTS (continued)

3. INVESTMENT TRANSACTIONS

Purchases and sales (including maturities but excluding short-term investments and derivative transactions) during the fiscal year ended May 31, 2006, were as follows:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)
Purchases	\$30,398,237	\$13,298,560	\$13,828,127	\$17,042,507
Sales and maturities	30,320,096	13,480,676	14,562,256	16,456,417

	VIRGINIA PREMIUM INCOME (NPV)	VIRGINIA DIVIDEND ADVANTAGE 2 (NGB)	VIRGINIA DIVIDEND ADVANTAGE 3 (NNB)
Purchases	\$31,517,697	\$11,054,670	\$12,274,478
Sales and maturities	33,474,326	10,980,879	13,984,060

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 the treatment of paydown gains and losses, timing differences in recognizing taxable market discount and timing differences in recognizing certain gains and losses on investment transactions.

At May 31, 2006, the cost of investments was as follows:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)
Cost of investments	\$222,781,336	\$88,598,808	\$89,597,079	\$112,384,519

	VIRGINIA PREMIUM	VIRGINIA DIVIDEND	VIRGINIA DIVIDEND
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	INCOME (NPV)	ADVANTAGE (NGB)	ADVANTAGE 2 (NNB)
Cost of investments	\$186,484,120	\$67,528,199	\$121,227,344

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Gross unrealized appreciation and gross unrealized depreciation of investments at May 31, 2006, were as follows:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)
Gross unrealized:				
Appreciation	\$ 7,709,594	\$2,597,406	\$2,679,871	\$2,052,994
Depreciation	(1,364,567)	(434,360)	(404,060)	(895,865)
Net unrealized appreciation (depreciation) of investments	\$ 6,345,027	\$2,163,046	\$2,275,811	\$1,157,129

	VIRGINIA PREMIUM INCOME (NPV)	VIRGINIA DIVIDEND ADVANTAGE (NGB)	VIRGINIA DIVIDEND ADVANTAGE 2 (NNB)
Gross unrealized:			
Appreciation	\$7,482,262	\$2,498,573	\$5,201,336
Depreciation	(845,062)	(270,757)	(443,322)
Net unrealized appreciation (depreciation) of investments	\$6,637,200	\$2,227,816	\$4,758,014

The tax components of undistributed net investment income and net realized gains at May 31, 2006, were as follows:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)
Undistributed net tax-exempt income *	\$611,838	\$310,415	\$423,460	\$209,736
Undistributed net ordinary income **	--	--	--	787
Undistributed net long-term capital gains	--	--	--	--

VIRGINIA PREMIUM	VIRGINIA DIVIDEND	VIRGINIA DIVIDEND
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	INCOME (NPV)	ADVANTAGE (NGB)	ADVANTAGE 2 (NNB)
Undistributed net tax-exempt income *	\$811,454	\$338,785	\$496,256
Undistributed net ordinary income **	--	2,254	--
Undistributed net long-term capital gains	229,152	--	--

* Undistributed net tax-exempt income (on a tax basis) has not been reduced for the dividend declared on May 1, 2006, paid on June 1, 2006.

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

The tax character of distributions paid during the tax years ended May 31, 2006 and May 31, 2005, was designated for purposes of the dividends paid deduction as follows:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)
2006				
Distributions from net tax-exempt income	\$10,253,086	\$4,350,733	\$4,281,497	\$4,833,094
Distributions from net ordinary income **	82,432	--	641	--
Distributions from net long-term capital gains ***	291,303	--	114,999	--

	VIRGINIA PREMIUM INCOME (NPV)	VIRGINIA DIVIDEND ADVANTAGE (NGB)	VIRGINIA DIVIDEND ADVANTAGE 2 (NNB)
2006			
Distributions from net tax-exempt income	\$8,481,521	\$3,279,786	\$5,886,854
Distributions from net ordinary income **	--	--	2,260
Distributions from net long-term capital gains ***	2,392,241	--	354,292

Notes to FINANCIAL STATEMENTS (continued)

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)
2005				
Distributions from net				

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tax-exempt income	\$10,630,390	\$4,316,846	\$4,052,176	\$4,686,785
Distributions from				
net ordinary income **	--	--	17,820	108
Distributions from net				
long-term capital gains	--	--	254,971	43,198

	VIRGINIA PREMIUM INCOME (NPV)	VIRGINIA DIVIDEND ADVANTAGE (NGB)	VIRGINIA DIVIDEND ADVANTAGE 2 (NNB)
2005			
Distributions from net			
tax-exempt income	\$8,771,875	\$3,200,407	\$5,574,792
Distributions from			
net ordinary income **	--	--	--
Distributions from net			
long-term capital gains	--	--	1,131,953

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

*** The Funds designated as a long-term capital gain dividend, pursuant to the Internal Revenue Code Section 852(b)(3), the amount necessary to reduce the earnings and profits of the Funds related to net capital gain to zero for the tax period ended May 31, 2006.

At May 31, 2006, 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:

	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)	VIRGINIA DIVIDEND ADVANTAGE (NGB)
Expiration year:				
2009	\$ 7,580	\$ --	\$ --	\$ --
2010	37,159	--	--	--
2011	--	--	--	--
2012	430,282	--	--	71,775
2013	15,613	--	28,210	--
2014	62,054	35,791	130,041	--
Total	\$552,688	\$35,791	\$158,251	\$71,775

The following Funds elected to defer net realized losses from investments incurred from November 1, 2005 through May 31, 2006 ("post-October losses") in accordance with Federal income tax regulations. The post-October losses were treated as having arisen on the first day of the following fiscal year:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	VIRGINIA DIVIDEND ADVANTAGE 2 (NNB)
	\$204,066	\$95,072	\$17,928	\$169,715

5. MANAGEMENT FEE AND OTHER TRANSACTIONS WITH AFFILIATES

Each Fund's management fee is separated into two components - a complex-level component, based on the aggregate amount of all fund assets managed by Nuveen Asset Management (the "Adviser"), a wholly owned subsidiary of Nuveen Investments, Inc., ("Nuveen"), and a specific fund-level component, based only on the amount of assets within each individual fund. This pricing structure enables Nuveen fund shareholders to benefit from growth in the assets within each individual fund as well as from growth in the amount of complex-wide assets managed by the Adviser.

The annual fund-level fee, payable monthly, for each Fund is 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)	MARYLAND PREMIUM INCOME (NMY) VIRGINIA PREMIUM INCOME (NPV) FUND-LEVEL FEE RATE
For the first \$125 million	.4500%
For the next \$125 million	.4375
For the next \$250 million	.4250
For the next \$500 million	.4125
For the next \$1 billion	.4000
For the next \$3 billion	.3875
For net assets over \$5 billion	.3750

AVERAGE DAILY NET ASSETS (INCLUDING NET ASSETS ATTRIBUTABLE TO PREFERRED SHARES)	MARYLAND DIVIDEND ADVANTAGE (NFM) MARYLAND DIVIDEND ADVANTAGE 2 (NZR) MARYLAND DIVIDEND ADVANTAGE 3 (NWI) VIRGINIA DIVIDEND ADVANTAGE (NGB) VIRGINIA DIVIDEND ADVANTAGE 2 (NNB) FUND-LEVEL FEE RATE
For the first \$125 million	.4500%
For the next \$125 million	.4375
For the next \$250 million	.4250
For the next \$500 million	.4125
For the next \$1 billion	.4000
For net assets over \$2 billion	.3750

The annual complex-level fee, payable monthly, which is additive to the fund-level fee, for all Nuveen sponsored funds in the U.S., is based on the aggregate amount of total fund assets managed as stated in the table below. As of May 31, 2006, the complex-level fee rate was .1886%.

COMPLEX-LEVEL ASSETS(1)	COMPLEX-LEVEL FEE RATE
For the first \$55 billion	.2000%
For the next \$1 billion	.1800
For the next \$1 billion	.1600
For the next \$3 billion	.1425
For the next \$3 billion	.1325
For the next \$3 billion	.1250
For the next \$5 billion	.1200
For the next \$5 billion	.1175
For the next \$15 billion	.1150

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For Managed Assets over \$91 billion (2) .1400
 =====

- (1) The complex-level fee component of the management fee for the funds is calculated based upon the aggregate Managed Assets ("Managed Assets" means the average daily net assets of each fund including assets attributable to all types of leverage used by the Nuveen funds) of Nuveen-sponsored funds in the U.S.
- (2) With respect to the complex-wide Managed Assets over \$91 billion, the fee rate or rates that will apply to such assets will be determined at a later date. In the unlikely event that complex-wide Managed Assets reach \$91 billion prior to a determination of the complex-level fee rate or rates to be applied to Managed Assets in excess of \$91 billion, the complex-level fee rate for such complex-wide Managed Assets shall be .1400% until such time as a different rate or rates is determined.

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 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 or its affiliates. The Board of Trustees has adopted a deferred compensation plan for independent Trustees that enables Trustees to elect to defer receipt of all or a portion of the annual compensation they are entitled to receive from certain Nuveen advised funds. Under the plan, deferred amounts are treated as though equal dollar amounts had been invested in shares of select Nuveen advised Funds.

Notes to
 FINANCIAL STATEMENTS (continued)

For the first ten years of Maryland Dividend Advantage's (NFM) and Virginia Dividend Advantage's (NGB) operations, the Adviser has agreed to reimburse the Funds, 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 JANUARY 31,		YEAR ENDING JANUARY 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 Maryland Dividend Advantage (NFM) and Virginia Dividend Advantage (NGB) for any portion of its fees and expenses beyond January 31, 2011.

For the first ten years of Maryland Dividend Advantage 2's (NZR) operations, the

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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 Maryland Dividend Advantage 2 (NZR) for any portion of its fees and expenses beyond September 30, 2011.

For the first eight years of Maryland Dividend Advantage 3's (NWI) 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,	
2002*	.32%	2007	.32%
2003	.32	2008	.24
2004	.32	2009	.16
2005	.32	2010	.08
2006	.32		

* From the commencement of operations.

The Adviser has not agreed to reimburse Maryland Dividend Advantage 3 (NWI) for any portion of its fees and expenses beyond September 30, 2010.

For the first ten years of Virginia Dividend Advantage 2's (NNB) 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 NOVEMBER 30,		YEAR ENDING NOVEMBER 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.

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The Adviser has not agreed to reimburse Virginia Dividend Advantage 2 (NNB) for any portion of its fees and expenses beyond November 30, 2011.

6. SUBSEQUENT EVENT - DISTRIBUTIONS TO COMMON SHAREHOLDERS

The Funds declared Common share dividend distributions from their tax-exempt net investment income which were paid on July 3, 2006, to shareholders of record on June 15, 2006, as follows:

	MARYLAND PREMIUM INCOME (NMY)	MARYLAND DIVIDEND ADVANTAGE (NFM)	MARYLAND DIVIDEND ADVANTAGE 2 (NZR)	MARYLAND DIVIDEND ADVANTAGE 3 (NWI)
Dividend per share	\$.0580	\$.0645	\$.0640	\$.0555

	VIRGINIA PREMIUM INCOME (NPV)	VIRGINIA DIVIDEND ADVANTAGE (NGB)	VIRGINIA DIVIDEND ADVANTAGE 2 (NNB)
Dividend per share	\$.0590	\$.0685	\$.0650

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Financial
HIGHLIGHTS

Selected data for a Common share outstanding throughout each period:

	Investment Operations						Total
	Beginning Common Share Net Asset Value	Net Investment Income	Net Realized/ Unrealized Gain (Loss)	Distributions from Net Investment Income to Preferred Share- holders+	Distributions from Capital Gains to Preferred Share- holders+		
MARYLAND PREMIUM INCOME (NMY)							
Year Ended 5/31:							
2006	\$15.12	\$.89	\$ (.56)	\$ (.18)	\$ --	\$.11	
2005	14.28	.92	.92	(.10)	--	1.7	
2004	15.10	.96	(.81)	(.06)	--	.0	
2003	14.04	1.02	1.00	(.07)	--	1.9	
2002	13.83	1.03	.14	(.13)	--	1.0	
MARYLAND DIVIDEND ADVANTAGE (NFM)							
Year Ended 5/31:							
2006	15.13	.95	(.47)	(.19)	--	.2	

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2005	14.43	.98	.75	(.10)	--	1.6
2004	15.47	1.01	(1.07)	(.05)	--	(.1
2003	14.18	1.04	1.18	(.08)	--	2.1
2002	13.90	1.04	.22	(.14)	--	1.1

MARYLAND DIVIDEND
ADVANTAGE 2 (NZR)

Year Ended 5/31:

2006	15.45	.94	(.59)	(.18)	--	.1
2005	14.64	.94	.90	(.09)	--	1.7
2004	15.71	.96	(1.08)	(.06)	--	(.1
2003	14.01	.97	1.62	(.09)	--	2.5
2002 (a)	14.33	.57	(.22)	(.06)	--	.2

MARYLAND DIVIDEND
ADVANTAGE 3 (NWI)

Year Ended 5/31:

2006	14.82	.86	(.46)	(.18)	--	.2
2005	13.88	.86	.97	(.10)	--	1.7
2004	14.89	.87	(1.03)	(.06)	--	(.2
2003 (b)	14.33	.52	.75	(.05)	--	1.2

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

MARYLAND PREMIUM
INCOME (NMY)

Year Ended 5/31:

2006	\$ --	\$14.47	\$14.52	(2.94)%	1.08%
2005	--	15.12	15.78	15.64	12.52
2004	--	14.28	14.45	(10.77)	.64
2003	--	15.10	17.15	15.22	14.33
2002	--	14.04	15.73	4.77	7.71

MARYLAND DIVIDEND
ADVANTAGE (NFM)

Year Ended 5/31:

2006	--	14.57	15.19	2.51	1.95
2005	--	15.13	15.63	6.22	11.60
2004	--	14.43	15.62	2.99	(.69)
2003	.01	15.47	16.08	9.98	15.55
2002	--	14.18	15.44	1.98	8.21

MARYLAND DIVIDEND
ADVANTAGE 2 (NZR)

Year Ended 5/31:

2006	--	14.76	14.76	1.13	1.14
2005	--	15.45	15.41	14.71	12.22

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2004	--	14.64	14.28	(2.90)	(1.16)
2003	.01	15.71	15.60	12.71	18.39
2002 (a)	(.15)	14.01	14.61	.52	1.01

MARYLAND DIVIDEND
ADVANTAGE 3 (NWI)

Year Ended 5/31:					
2006	--	14.33	13.85	1.09	1.55
2005	--	14.82	14.40	14.98	12.67
2004	--	13.88	13.24	(5.97)	(1.51)
2003 (b)	(.20)	14.89	14.90	2.53	7.31
=====					

Ratios/Supplemental Data

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

MARYLAND PREMIUM
INCOME (NMY)

Year Ended 5/31:					
2006	\$153,834	1.23%	6.05%	1.21%	
2005	160,496	1.24	6.22	1.23	
2004	151,107	1.24	6.54	1.23	
2003	159,415	1.26	7.00	1.25	
2002	147,795	1.32	7.33	1.31	

MARYLAND DIVIDEND
ADVANTAGE (NFM)

Year Ended 5/31:					
2006	60,762	1.26	5.99	.81	
2005	63,051	1.26	6.11	.79	
2004	60,041	1.24	6.34	.78	
2003	64,338	1.26	6.54	.79	
2002	58,925	1.35	6.81	.82	

MARYLAND DIVIDEND
ADVANTAGE 2 (NZR)

Year Ended 5/31:					
2006	61,726	1.25	5.76	.77	
2005	64,500	1.23	5.74	.77	
2004	61,064	1.24	5.90	.78	
2003	65,490	1.26	6.07	.80	
2002 (a)	58,370	1.22*	5.55*	.79*	

MARYLAND DIVIDEND
ADVANTAGE 3 (NWI)

Year Ended 5/31:

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2006	76,809	1.23	5.41	.73
2005	79,443	1.23	5.40	.74
2004	74,369	1.22	5.59	.73
2003 (b)	79,700	1.18*	5.01*	.70*

Preferred Shares at End of Period

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

MARYLAND PREMIUM
INCOME (NMY)

Year Ended 5/31:

2006	\$79,100	\$25,000	\$73,620
2005	79,100	25,000	75,726
2004	79,100	25,000	72,758
2003	79,100	25,000	75,384
2002	79,100	25,000	71,712

MARYLAND DIVIDEND
ADVANTAGE (NFM)

Year Ended 5/31:

2006	32,000	25,000	72,470
2005	32,000	25,000	74,259
2004	32,000	25,000	71,907
2003	32,000	25,000	75,264
2002	32,000	25,000	71,035

MARYLAND DIVIDEND
ADVANTAGE 2 (NZR)

Year Ended 5/31:

2006	32,000	25,000	73,224
2005	32,000	25,000	75,390
2004	32,000	25,000	72,706
2003	32,000	25,000	76,164
2002 (a)	32,000	25,000	70,601

MARYLAND DIVIDEND
ADVANTAGE 3 (NWI)

Year Ended 5/31:

2006	39,000	25,000	74,237
2005	39,000	25,000	75,925
2004	39,000	25,000	72,672
2003 (b)	39,000	25,000	76,090

* Annualized.

** Total Return on Market Value is the combination of changes in the market price per share and the effect of reinvested dividend income and reinvested capital gains distributions, if any, at the average price paid per share at the time of reinvestment. Total Return on Common share Net Asset Value is the combination of changes in Common share net asset value, reinvested dividend income at net asset value and reinvested capital gains distributions at net asset value, if any. Total returns are not annualized.

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- *** 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.
- (a) For the period September 25, 2001 (commencement of operations) through May 31, 2002.
- (b) For the period September 25, 2002 (commencement of operations) through May 31, 2003.

See accompanying notes to financial statements.

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FINANCIAL HIGHLIGHTS (continued)

Selected data for a Common share outstanding throughout each period:

	Investment Operations						Total
	Beginning Common Share Net Asset Value	Net Investment Income	Realized/ Unrealized Gain (Loss)	Distributions from Net Investment Income to Preferred Share- holders+	Distributions from Capital Gains to Preferred Share- holders+		
VIRGINIA PREMIUM INCOME (NPV)							

Year Ended 5/31:							
2006	\$15.82	\$.88	\$ (.59)	\$ (.15)	\$ (.03)		\$.1
2005	14.95	.93	.93	(.09)	--		1.7
2004	15.93	.97	(.99)	(.05)	--		(.0
2003	14.69	1.00	1.21	(.07)	--		2.1
2002	14.59	1.04	.03	(.11)	--		.9
VIRGINIA DIVIDEND ADVANTAGE (NGB)							

Year Ended 5/31:							
2006	15.52	.97	(.54)	(.17)	--		.2
2005	14.42	.99	1.13	(.09)	--		2.0
2004	15.43	1.02	(1.05)	(.05)	--		(.0
2003	14.23	1.02	1.10	(.07)	--		2.0
2002	13.87	1.02	.32	(.13)	--		1.2
VIRGINIA DIVIDEND ADVANTAGE 2 (NNB)							

Year Ended 5/31:							
2006	15.70	.95	(.52)	(.18)	(.01)		.2
2005	14.79	.96	1.13	(.09)	(.01)		1.9
2004	16.02	.99	(1.22)	(.06)	--		(.2
2003	14.31	.97	1.69	(.08)	--		2.5

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2002 (a) 14.33 .41 .09 (.04) -- .4

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

VIRGINIA PREMIUM
INCOME (NPV)

Year Ended 5/31:					
2006	\$ --	\$14.89	\$14.91	(9.98)%	0.71%
2005	--	15.82	17.65	24.54	12.13
2004	--	14.95	14.95	(10.70)	(.42)
2003	--	15.93	17.67	15.27	14.99
2002	--	14.69	16.17	6.64	6.71

VIRGINIA DIVIDEND
ADVANTAGE (NGB)

Year Ended 5/31:					
2006	--	14.91	17.10	5.86	1.74
2005	--	15.52	16.99	19.11	14.46
2004	--	14.42	15.07	(8.11)	(.50)
2003	.01	15.43	17.35	21.45	14.92
2002	--	14.23	15.09	5.10	8.89

VIRGINIA DIVIDEND
ADVANTAGE 2 (NNB)

Year Ended 5/31:					
2006	--	15.02	16.40	3.45	1.53
2005	--	15.70	16.74	21.96	13.75
2004	--	14.79	14.65	(3.81)	(1.84)
2003	--	16.02	16.14	14.58	18.51
2002 (a)	(.13)	14.31	14.90	1.71	2.30

Ratios/Supplemental Data

	Before Credit/Reimbursement		After Credit/Reimbursement	
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**	Ratio of Investment Income to Average Net Assets Applicable to Common Shares**

VIRGINIA PREMIUM
INCOME (NPV)

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Year Ended 5/31:				
2006	\$132,626	1.19%	5.75%	1.17%
2005	140,340	1.20	5.98	1.19
2004	132,122	1.20	6.33	1.19
2003	140,223	1.25	6.61	1.24
2002	128,655	1.28	7.01	1.27

VIRGINIA DIVIDEND
ADVANTAGE (NGB)

Year Ended 5/31:				
2006	46,626	1.26	5.93	.82
2005	48,474	1.28	6.13	.81
2004	44,988	1.24	6.39	.77
2003	48,102	1.28	6.45	.81
2002	44,308	1.37	6.68	.84

VIRGINIA DIVIDEND
ADVANTAGE 2 (NNB)

Year Ended 5/31:				
2006	85,887	1.19	5.75	.73
2005	89,626	1.19	5.74	.74
2004	84,248	1.20	5.99	.74
2003	91,065	1.21	6.01	.75
2002 (a)	81,325	1.14*	5.00*	.70*

Preferred Shares at End of Period

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

VIRGINIA PREMIUM
INCOME (NPV)

Year Ended 5/31:			
2006	\$63,800	\$25,000	\$76,970
2005	63,800	25,000	79,992
2004	63,800	25,000	76,772
2003	63,800	25,000	79,946
2002	63,800	25,000	75,413

VIRGINIA DIVIDEND
ADVANTAGE (NGB)

Year Ended 5/31:			
2006	24,000	25,000	73,568
2005	24,000	25,000	75,493
2004	24,000	25,000	71,863
2003	24,000	25,000	75,106
2002	24,000	25,000	71,154

VIRGINIA DIVIDEND
ADVANTAGE 2 (NNB)

Year Ended 5/31:			
2006	42,000	25,000	76,123
2005	42,000	25,000	78,349

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2004	42,000	25,000	75,148
2003	42,000	25,000	79,206
2002 (a)	42,000	25,000	73,408

* Annualized.

** Total Return on Market Value is the combination of changes in the market price per share and the effect of reinvested dividend income and reinvested capital gains distributions, if any, at the average price paid per share at the time of reinvestment. Total Return on Common share Net Asset Value is the combination of changes in Common share net asset value, reinvested dividend income at net asset value and reinvested capital gains distributions at net asset value, if any. 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.

(a) For the period November 15, 2001 (commencement of operations) through May 31, 2002.

See accompanying notes to financial statements.

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Board Members
AND OFFICERS

The management of the Funds, including general supervision of the duties performed for the Funds by the Adviser, is the responsibility of the Board Members of the Funds. The number of board members of the Fund is currently set at nine. None of the board members who are not "interested" persons of the Funds has ever been a director or employee of, or consultant to, Nuveen or its affiliates. The names and business addresses of the board members and officers of the Funds, their principal occupations and other affiliations during the past five years, the number of portfolios each oversees and other directorships they hold are set forth below.

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED (2)	PRINCIPAL OCCUPATION(S) INCLUDING OTHER DIRECTORSHIPS DURING PAST 5 YEARS
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BOARD MEMBER WHO IS AN INTERESTED PERSON OF THE FUNDS:

Timothy R. Schwertfeger(1) 3/28/49 333 W. Wacker Drive Chicago, IL 60606	Chairman of the Board and Board Member	1994	Chairman (since 1996) and Director of N Inc., Nuveen Investments, LLC, Nuveen A Nuveen Institutional Advisory Corp.(3); of Institutional Capital Corporation; C (since 1997) of Nuveen Asset Management Director of Rittenhouse Asset Managemen Chairman of Nuveen Investments Advisers
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BOARD MEMBERS WHO ARE NOT INTERESTED PERSONS OF THE FUNDS:

Robert P. Bremner 8/22/40 333 W. Wacker Drive Chicago, IL 60606	Lead Independent Board member	1997	Private Investor and Management Consult
Lawrence H. Brown 7/29/34 333 W. Wacker Drive Chicago, IL 60606	Board member	1993	Retired (since 1989) as Senior Vice Pre Northern Trust Company; Director (since Advisory Board for Highland Park and Hi Way of the North Shore.
Jack B. Evans 10/22/48 333 W. Wacker Drive Chicago, IL 60606	Board member	1999	President, The Hall-Perrine Foundation, corporation (since 1996); Director and Fire Group, a publicly held company; Ad University of Iowa; Director, Gazette C of Coe College and Iowa College Foundat Director, Alliant Energy; formerly, Dir Bank of Chicago; formerly, President an SCI Financial Group, Inc., a regional f
William C. Hunter 3/6/48 333 W. Wacker Drive Chicago, IL 60606	Board member	2004	Dean, Tippie College of Business, Unive June 2006); formerly, Dean and Disting School of Business at the University of previously, Senior Vice President and D at the Federal Reserve Bank of Chicago Director (since 1997), Credit Research Georgetown University; Director (since Corporation; Director, SS&C Technolog October 2005).
David J. Kundert 10/28/42 333 W. Wacker Drive Chicago, IL 60606	Board member	2005	Retired (since 2004) as Chairman, JPMor Management, President and CEO, Banc One Advisors Corporation, and President, On Funds; prior thereto, Executive Vice Pr Corporation and Chairman and CEO, Banc Management Group; Board of Regents, Lut member of the Wisconsin Bar Association of Directors, Friends of Boerner Botani

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NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED (2)	PRINCIPAL OCCUPATION(S) INCLUDING OTHER DIRECTORSHIPS DURING PAST 5 YEARS
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BOARD MEMBERS WHO ARE NOT INTERESTED PERSONS OF THE FUNDS (CONTINUED):

William J. Schneider 9/24/44 333 W. Wacker Drive	Board member	1997	Chairman of Miller-Valentine Partners L investment company; formerly, Senior Pa Operating Officer (retired, 2004) of Mi
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Chicago, IL 60606

Group; formerly, Vice President, Miller Board Member, Chair of the Finance Comm member of the Audit Committee of Premie the not-for-profit company of Miami Val President, Dayton Philharmonic Orchestr Member, Regional Leaders Forum, which p on economic development issues; Directo Coalition; formerly, Member, Community National City Bank, Dayton, Ohio and Bu Council, Cleveland Federal Reserve Bank

 Judith M. Stockdale Board member 1997 Executive Director, Gaylord and Dorothy
 12/29/47 Foundation (since 1994); prior thereto,
 333 W. Wacker Drive Great Lakes Protection Fund (from 1990
 Chicago, IL 60606

 Eugene S. Sunshine Board member 2005 Senior Vice President for Business and
 1/22/50 Northwestern University (since 1997); D
 333 W. Wacker Drive Chicago Board Options Exchange; Directo
 Chicago, IL 60606 National Mentor Holdings, a privately-h
 of home and community-based services; C
 1997), Board of Directors, Rubicon, a p
 company owned by Northwestern Universit
 1997), Evanston Chamber of Commerce and
 Inventure, a business development organ

NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED (4)	PRINCIPAL OCCUPATION(S) DURING PAST 5 YEARS
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 OFFICERS OF THE FUND:

Gifford R. Zimmerman 9/9/56 333 W. Wacker Drive Chicago, IL 60606	Chief Administrative Officer	1988	Managing Director (since 2002), Assista Associate General Counsel, formerly, Vi Assistant General Counsel, of Nuveen In Managing Director (2002-2004), General and Assistant Secretary, formerly, Vice Advisory Corp. and Nuveen Institutional Managing Director (since 2002) and Assi Associate General Counsel, formerly, Vi 1997), of Nuveen Asset Management; Mana (since 2004) and Assistant Secretary (s Investments, Inc.; Assistant Secretary Management Company, LLC. (since 2002); Assistant Secretary of Nuveen Investmen (since 2002); Managing Director, Associ and Assistant Secretary of Rittenhouse Inc. and Symphony Asset Management LLC Chartered Financial Analyst.
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NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED (4)	PRINCIPAL OCCUPATION(S) DURING PAST 5 YEARS
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OFFICERS OF THE FUNDS (CONTINUED):

Julia L. Antonatos 9/22/63 333 W. Wacker Drive Chicago, IL 60606	Vice President	2004	Managing Director (since 2005), formerl (since 2002); formerly, Assistant Vice of Nuveen Investments, LLC; Chartered F
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Michael T. Atkinson 2/3/66 333 W. Wacker Drive Chicago, IL 60606	Vice President and Assistant Secretary	2000	Vice President (since 2002), formerly, President (since 2000) of Nuveen Invest
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Peter H. D'Arrigo 11/28/67 333 W. Wacker Drive Chicago, IL 60606	Vice President	1999	Vice President and Treasurer of Nuveen and of Nuveen Investments, Inc. (since and Treasurer of Nuveen Asset Managemen and of Nuveen Investments Advisers Inc. Treasurer of NWQ Investment Management (since 2002); Vice President and Treasu Rittenhouse Asset Management, Inc. and Management LLC (since 2003); formerly, Treasurer (1999-2004) of Nuveen Advisor Institutional Advisory Corp. (3); Charte
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John N. Desmond 8/24/61 333 W. Wacker Drive Chicago, IL 60606	Vice President	2005	Vice President, Director of Investment Investments, LLC (since January 2005); Business Manager, Deutsche Asset Manage Director, Business Development and Tran Trust Bank Japan (2002-2003); previousl President, Head of Investment Operation Scudder Investments Japan, (2000-2002), President, Head of Plan Administration Services, Scudder Investments (1995-200
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Jessica R. Droeger 9/24/64 333 W. Wacker Drive Chicago, IL 60606	Vice President and Secretary	1998	Vice President (since 2002), Assistant Assistant General Counsel (since 1998) Vice President (since 1998) of Nuveen I Vice President (2002-2004) and Assistan formerly, Assistant Vice President of N and Nuveen Institutional Advisory Corp. Assistant Secretary (since 2005) of Nuv
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Lorna C. Ferguson 10/24/45 333 W. Wacker Drive Chicago, IL 60606	Vice President	1998	Managing Director (since 2004), formerl Nuveen Investments, LLC, Managing Direc Vice President (1998-2004) of Nuveen Ad Nuveen Institutional Advisory Corp. (3); (since 2005) of Nuveen Asset Management
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William M. Fitzgerald 3/2/64 333 W. Wacker Drive	Vice President	1995	Managing Director (since 2002), formerl Nuveen Investments; Managing Director (N Nuveen Advisory Corp. and Nuveen Instit
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Corp.(3); Managing Director (since 2001)
 Management; Vice President (since 2002)
 Investments Advisers Inc.; Chartered Fi

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NAME, BIRTHDATE AND ADDRESS	POSITION(S) HELD WITH THE FUNDS	YEAR FIRST ELECTED OR APPOINTED (4)	PRINCIPAL OCCUPATION(S) DURING PAST 5 YEARS
----- OFFICERS OF THE FUNDS (CONTINUED): -----			
Stephen D. Foy 5/31/54 333 W. Wacker Drive Chicago, IL 60606	Vice President and Controller	1998	Vice President (since 1993) and Funds C of Nuveen Investments, LLC; formerly, V Funds Controller (1998-2004) of Nuveen Certified Public Accountant.
James D. Grassi 4/13/56 333 W. Wacker Drive Chicago, IL 60606	Vice President and Chief Compliance Officer	2004	Vice President and Deputy Director of C of Nuveen Investments, LLC, Nuveen Inve Nuveen Asset Management and Rittenhouse Inc.; previously, Vice President and De (2004) of Nuveen Advisory Corp. and Nuve Corp.(3); formerly, Senior Attorney (19 Trust Company.
David J. Lamb 3/22/63 333 W. Wacker Drive Chicago, IL 60606	Vice President	2000	Vice President (since 2000) of Nuveen I LLC; Certified Public Accountant.
Tina M. Lazar 8/27/61 333 W. Wacker Drive Chicago, IL 60606	Vice President	2002	Vice President of Nuveen Investments, L
Larry W. Martin 7/27/51 333 W. Wacker Drive Chicago, IL 60606	Vice President and Assistant Secretary	1988	Vice President, Assistant Secretary and Counsel of Nuveen Investments, LLC; for and Assistant Secretary of Nuveen Advis Institutional Advisory Corp.(3); Vice P and Assistant Secretary of Nuveen Inves President (since 2005) and Assistant Se of Nuveen Asset Management; Vice Presid Assistant Secretary and Assistant Gener 1998) of Rittenhouse Asset Management, and Assistant Secretary of Nuveen Inves (since 2002); Assistant Secretary of NW Management Company, LLC (since 2002) an Management LLC (since 2003).

(1) Mr. Schwertfeger is an "interested person" of the Funds, as defined in the Investment Company Act of 1940, because he is an officer and board member of the Adviser.

- (2) Board members serve an indefinite term until his/her successor is elected. The year first elected or appointed represents the year in which the board member was first elected or appointed to any fund in the Nuveen Complex.
- (3) Nuveen Advisory Corp. and Nuveen Institutional Advisory Corp. were reorganized into Nuveen Asset Management, effective January 1, 2005.
- (4) Officers serve one year terms through July of each year. The year first elected or appointed represents the year in which the Officer was first elected or appointed to any fund in the Nuveen Complex.

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ANNUAL INVESTMENT
MANAGEMENT AGREEMENT
APPROVAL PROCESS

The Board of Trustees is responsible for overseeing the performance of the investment adviser to the Funds and determining whether to continue the advisory arrangements. At a meeting held on May 23-25, 2006 (the "May Meeting"), the Board of Trustees of the Funds, including the independent Trustees, unanimously approved the continuance of the Investment Management Agreement between each Fund and NAM (the "Fund Adviser").

THE APPROVAL PROCESS

During the course of the year, the Board received a wide variety of materials relating the services provided by the Fund Adviser and the performance of the Fund. To assist the Board in its evaluation of the advisory contract with the Fund Adviser at the May Meeting, the independent Trustees received extensive materials in advance of their meeting which outlined, among other things:

- o the nature, extent and quality of services provided by the Fund Adviser;
- o the organization and business operations of the Fund Adviser, including the responsibilities of various departments and key personnel;
- o the Fund's past performance, the Fund's performance compared to funds of similar investment objectives compiled by an independent third party and to customized benchmarks;
- o the profitability of the Fund Adviser and certain industry profitability analyses for unaffiliated advisers;
- o the expenses of the Fund Adviser in providing the various services;
- o the advisory fees (gross and net management fees) and total expense ratios of the Fund, including comparisons of such fees and expenses with those of comparable, unaffiliated funds based on information and data provided by Lipper (the "Peer Universe") as well as compared to a subset of funds within the Peer Universe (the "Peer Group") to the respective Fund (as applicable);
- o the advisory fees the Fund Adviser assesses to other types of investment products or clients;

- o the soft dollar practices of the Fund Adviser, if any;
- o from independent legal counsel, a legal memorandum describing, among other things, the duties of the Trustees under the Investment Company Act of 1940 (the "1940 Act") as well as the general principles of relevant state law in reviewing and approving advisory contracts; the requirements of the 1940 Act in such matters; an adviser's fiduciary duty with respect to advisory agreements and compensation; the standards used by courts in determining whether investment company boards of directors have fulfilled their duties and factors to be considered by the board in voting on advisory agreements.

At the May Meeting, the Fund Adviser made a presentation to and responded to questions from the Board. After the presentations and after reviewing the written materials, the independent Trustees met privately with their legal counsel to review the Board's duties in reviewing advisory contracts and consider the renewal of the advisory contracts. It is with this background that the Trustees considered the advisory contract with the Fund Adviser. The independent Trustees, in consultation with independent counsel, reviewed the factors set out in judicial decisions and SEC directives relating to the renewal of advisory contracts. As outlined in more detail below, the Trustees considered all factors they believed relevant with respect to each Fund, including the following: (a) the nature, extent and quality of the services to be provided by the Fund Adviser; (b) the investment performance of the Fund and the Fund Adviser; (c) the costs of the services to be provided and profits to be realized by the Fund Adviser and its affiliates from the relationship with the Fund; (d) the extent to which economies of scale would be realized as the Fund grows; and (e) whether fee levels reflect these economies of scale for the benefit of Fund investors.

A. NATURE, EXTENT AND QUALITY OF SERVICES

In reviewing the Fund Adviser, the Trustees considered the nature, extent and quality of the Fund Adviser's services. The Trustees reviewed materials outlining, among other things, the Fund Adviser's organization and business; the types of services that the Fund Adviser or its affiliates provide and are expected to provide to the Funds; the performance record of the applicable Fund (as described in further detail below) and any initiatives and enhancements Nuveen has taken for its municipal fund product line. In connection with their continued service as Trustees, the Trustees also have a good understanding of each Fund Adviser's organization, operations and personnel. In this regard, the Trustees are familiar with and have evaluated the professional experience, qualifications and credentials of the Fund Adviser's personnel. The Trustees further reviewed materials describing, among other things, the teams and per-

sonnel involved in the investment, research, risk-management and operational processes involved in managing municipal funds and their respective functions. Given the Trustees' experience with the Funds and Fund Adviser, the Trustees recognized the demonstrated history of care and depth of experience of the respective personnel in managing these Funds. In this regard, the Trustees considered the continued quality of the Fund Adviser's investment process in making portfolio management decisions as well as additional refinements and improvements adopted to the portfolio management processes noted below. With respect to the services provided to municipal funds, including the Funds, the Trustees noted that the Fund Adviser continues to make refinements to its portfolio management process including, among other things, the increased use of derivatives to enhance management of risk, additional analytical software for

research staff and improved municipal pricing processes.

In addition to advisory services, the independent Trustees considered the quality of any administrative or non-advisory services provided. The Fund Adviser provides the Funds with such administrative and other services (exclusive of, and in addition to, any such services provided by others for the Funds) and officers and other personnel as are necessary for the operations of the respective Fund. In connection with the review of the Investment Management Agreement, the Trustees considered the extent and quality of these other services which include, among other things, providing: product management (e.g., product positioning, performance benchmarking, risk management); fund administration (e.g., daily net asset value pricing and reconciliation, tax reporting, fulfilling regulatory filing requirements); oversight of third party service providers; administration of board relations (e.g., organizing board meetings and preparing related materials); compliance (e.g., monitoring compliance with investment policies and guidelines and regulatory requirements); and legal support (e.g., helping prepare and file registration statements, amendments thereto, proxy statements and responding to regulatory requests and/or inquiries). As the Funds operate in a highly regulated industry and given the importance of compliance, the Trustees considered, in particular, the additions of experienced personnel to the compliance teams and the enhancements to technology and related systems to support the compliance activities for the Funds (including a new reporting system for quarterly portfolio holdings).

In addition to the foregoing, the Trustees also noted the additional services that the Fund Adviser or its affiliates provide to closed-end funds, including, in particular, secondary market support activities. The Trustees recognized Nuveen's continued commitment to supporting the secondary market for the common shares of its closed-end funds through a variety of initiatives designed to raise investor and analyst awareness and understanding of closed-end funds. These efforts include providing advertising and other media relations programs, continued contact with analysts, maintaining and enhancing its website for closed-end funds, and targeted advisor communication programs. With respect to funds that utilize leverage through the issuance of preferred shares, the Trustees noted Nuveen's continued support for the preferred shares by maintaining, among other things, an in-house preferred trading desk; designating a product manager whose responsibilities include creating and disseminating product information and managing relations in connection with the preferred share auction; and maintaining systems necessary to test compliance with rating agency requirements.

Based on their review, the Trustees found that, overall, the nature, extent and quality of services provided (and expected to be provided) to the respective Funds under the Investment Management Agreement were of a high level and were satisfactory.

B. THE INVESTMENT PERFORMANCE OF THE FUND AND FUND ADVISERS

The Board considered the investment performance for each Fund, including the Fund's historic performance as well as its performance compared to funds with similar investment objectives identified by an independent third party (the "Performance Peer Group") and portfolio level performance against customized benchmarks, as described below. In evaluating the performance information, in certain instances, the Trustees noted that the closest Performance Peer Group for a Fund still may not adequately reflect such Fund's investment objectives, strategies and portfolio duration, thereby limiting the usefulness of the comparisons of such Fund's performance with that of the Performance Peer Group. With respect to state specific municipal funds, the Trustees recognized that certain state municipal funds do not have a corresponding state specific Performance Peer Group in which case their performance is measured against a more general municipal category for various states. The closed-end state municipal funds that do not have corresponding state-specific Performance Peer

Groups are from Arizona, Connecticut, Georgia, Maryland, Massachusetts, Missouri, North Carolina, Ohio, Texas, and Virginia. Further, due to a lack of state-specific unleveraged categories, certain unleveraged state municipal funds are included in their leveraged state category (such as the California Select Tax-Free Fund, California Municipal Value Fund, New York Select Tax Free Fund and New York Municipal Value Fund).

In reviewing performance, the Trustees reviewed performance information including, among other things, total return information compared with the Fund's Performance Peer Group for the one-, three- and five-year periods (as applicable) ending December 31, 2005. The Trustees also reviewed the Fund's portfolio level performance (which does not reflect fund level fees and expenses) compared to customized portfolio-level benchmarks for the one- and three-year periods ending December 31, 2005 (as applicable). This analysis is designed to assess the efficacy of investment decisions against appropriate measures of risk and total return, within specific market segments. This information supplements the Fund performance information provided to the Board at each of their quarterly meetings. Based on their review, the Trustees determined that the respective Fund's absolute and relative investment performance over time had been satisfactory.

C. FEES, EXPENSES AND PROFITABILITY

1. FEES AND EXPENSES

In evaluating the management fees and expenses of a Fund, the Board reviewed, among other things, the Fund's advisory fees (net and gross management fees) and total expense ratios (before and after expense reimbursements and/or waivers) in absolute terms as well as comparisons to the gross management fees (before waivers), net management fees (after waivers) and total expense ratios (before and after waivers) of comparable funds in the Peer Universe and the Peer Group. The Trustees reviewed data regarding the construction of Peer Groups as well as the methods of measurement for the fee and expense analysis and the performance analysis. In certain cases, due to the small number of peers in the Peer Universe, the Peer Universe and Peer Group

ANNUAL INVESTMENT MANAGEMENT
AGREEMENT APPROVAL PROCESS (continued)

may be the same. Further, the Trustees recognized that in certain cases the closest Peer Universe and/or Peer Group did not adequately reflect the Fund's investment objectives and strategies limiting the usefulness of comparisons. In reviewing comparisons, the Trustees also considered the size of the Peer Universe and/or Peer Group, the composition of the Peer Group (including differences in the use of leverage and insurance) as well as differing levels of fee waivers and/or expense reimbursements. In this regard, the Trustees considered the fund-level and complex-wide breakpoint schedules (described in further detail below) and any fee waivers and reimbursements provided by Nuveen (applicable, in particular, for certain Funds launched since 1999). Based on their review of the fee and expense information provided, the Trustees determined that each Fund's net total expense ratio was within an acceptable range compared to peers.

2. COMPARISONS WITH THE FEES OF OTHER CLIENTS

The Trustees further reviewed data comparing the advisory fees of the Fund Adviser with fees the Fund Adviser charges to other clients, including municipal managed accounts. In general, the fees charged for separate accounts are somewhat lower than the fees assessed to the Funds. The Trustees recognized that the differences in fees are attributable to a variety of factors, including the differences in services provided, product distribution, portfolio investment policies, investor profiles, account sizes and regulatory requirements. The Trustees noted, in particular, that the range of services provided to the Funds is more extensive than that provided to managed separate accounts. As described in further detail above, such additional services include, but are not limited to, providing: product management, fund administration, oversight of third party service providers, administration of board relations, and legal support. Funds further operate in a highly regulated industry requiring extensive compliance functions compared to the other investment products. In addition to the costs of the additional services, administrative costs may also be greater for the Funds as the average account size for separate accounts are notably larger than the retail accounts of the Funds. Given the differences in the product structures, particularly the extensive services provided to closed-end municipal funds, the Trustees believe such facts justify the different levels of fees.

3. PROFITABILITY OF FUND ADVISERS

In conjunction with its review of fees, the Trustees also considered the profitability of Nuveen Investments for advisory activities (which incorporated Nuveen's wholly-owned affiliated sub-advisers). The Trustees reviewed data comparing Nuveen's profitability with other fund sponsors prepared by three independent third party service providers as well as comparisons of the revenues, expenses and profits margins of various unaffiliated management firms with similar amounts of assets under management prepared by Nuveen. The Trustees further reviewed the 2005 Annual Report for Nuveen Investments. In considering profitability, the Trustees recognized the inherent limitations in determining profitability as well as the difficulties in comparing the profitability of other unaffiliated advisers. Profitability may be affected by numerous factors, including the methodology for allocating expenses, the advisor's business mix, the types of funds managed, the adviser's capital structure and cost of capital. Further, individual fund or product line profitability of other sponsors is generally not publicly available. Accordingly, the profitability information that is publicly available from various investment advisory or management firms may not be representative of the industry.

Notwithstanding the foregoing, in reviewing profitability, the Trustees reviewed Nuveen's methodology and assumptions for allocating expenses across product lines to determine profitability. In this regard, the methods of allocation used appeared reasonable. The Trustees also, to the extent available, compared Nuveen's profitability margins (including pre- and post-marketing profit margins) with the profitability of various unaffiliated management firms. The Trustees noted that Nuveen's profitability is enhanced due to its efficient internal business model. The Trustees also recognized that while a number of factors affect profitability, Nuveen's profitability may change as fee waivers and/or expense reimbursement commitments of Nuveen to various funds in the Nuveen complex expire. To keep apprised of profitability and developments that may affect profitability, the Trustees have requested profitability analysis be

provided periodically during the year. Based on their review, the Trustees were satisfied that the respective Fund Adviser's level of profitability from its relationship with each Fund was reasonable in light of the services provided.

In evaluating the reasonableness of the compensation, the Trustees also considered any other revenues paid to a Fund Adviser as well as any indirect benefits (such as soft dollar arrangements, if any) the Fund Adviser and its affiliates are expected to receive that are directly attributable to their management of the Funds, if any. See Section E below for additional information. Based on their review of the overall fee arrangements of the applicable Fund, the Trustees determined that the advisory fees and expenses of the respective Fund were reasonable.

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D. ECONOMIES OF SCALE AND WHETHER FEE LEVELS REFLECT THESE ECONOMIES OF SCALE

With respect to economies of scale, the Trustees recognized the potential benefits resulting from the costs of a fund being spread over a larger asset base as a fund grows. To help ensure the shareholders share in these benefits, the Trustees have reviewed and considered the breakpoints in the advisory fee schedules that reduce advisory fees as the applicable Fund's assets grow. In addition to advisory fee breakpoints as assets in a respective Fund rise, after lengthy discussions with management, the Board also approved a complex-wide fee arrangement that was introduced on August 1, 2004. Pursuant to the complex-wide fee arrangement, the fees of the funds in the Nuveen complex, including the Funds, are reduced as the assets in the fund complex reach certain levels. In evaluating the complex-wide fee arrangement, the Trustees considered, among other things, the historic and expected fee savings to shareholders as assets grow, the amount of fee reductions at various asset levels, and that the arrangement would extend to all funds in the Nuveen complex. The Trustees noted that 2005 was the first full year to reflect the fee reductions from the complex wide fee arrangement. The Trustees also considered the impact, if any, the complex-wide fee arrangement may have on the level of services provided. Based on their review, the Trustees concluded that the breakpoint schedule and complex-wide fee arrangement currently was acceptable and desirable in providing benefits from economies of scale to shareholders.

E. INDIRECT BENEFITS

In evaluating fees, the Trustees also considered any indirect benefits or profits the Fund Adviser or its affiliates may receive as a result of its relationship with each Fund. In this regard, the Trustees considered revenues received by affiliates of the Fund Adviser for serving as agent at Nuveen's preferred trading desk and for serving as a co-manager in the initial public offering of new closed-end exchange traded funds.

In addition to the above, the Trustees considered whether the Fund Adviser received any benefits from soft dollar arrangements. With respect to NAM, the Trustees noted that NAM does not currently have any soft dollar arrangements and does not pay excess brokerage commissions (or spreads on principal transactions) in order to receive research services; however, the Fund Adviser may from time to time receive and have access to research generally provided to institutional clients.

The Trustees did not identify any single factor discussed previously as all-important or controlling. The Trustees, including a majority of independent Trustees, concluded that the terms of the Investment Management Agreements were fair and reasonable, that the Fund Adviser's fees are reasonable in light of the

services provided to each Fund, and that the renewal of the Investment Management Agreements should be approved.

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Reinvest Automatically
EASILY AND CONVENIENTLY

Sidebar text: NUVEEN MAKES REINVESTING EASY. A PHONE CALL IS ALL IT TAKES TO SET UP YOUR REINVESTMENT ACCOUNT.

NUVEEN EXCHANGE-TRADED CLOSED-END FUNDS
DIVIDEND REINVESTMENT PLAN

Your Nuveen Exchange-Traded Closed-End 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 the 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.

FLEXIBLE

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.

CALL TODAY TO START REINVESTING DIVIDENDS AND/OR DISTRIBUTIONS

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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Other Useful INFORMATION

QUARTERLY PORTFOLIO OF INVESTMENTS AND PROXY VOTING INFORMATION

Each Fund's (i) quarterly portfolio of investments, (ii) information regarding how the Funds voted proxies relating to portfolio securities held during the 12-month period ended June 30, 2006, and (iii) a description of the policies and procedures that the Funds used to determine how to vote proxies relating to portfolio securities are available without charge, upon request, by calling Nuveen Investments toll-free at (800) 257-8787 or on Nuveen's website at www.nuveen.com.

You may also obtain this and other Fund information directly from the Securities and Exchange Commission ("SEC"). The SEC may charge a copying fee for this information. Visit the SEC on-line at <http://www.sec.gov> or in person at the SEC's Public Reference Room in Washington, D.C. Call the SEC at 1-202-942-8090 for room hours and operation. You may also request Fund information by sending an e-mail request to publicinfo@sec.gov or by writing to the SEC's Public References Section at 450 Fifth Street NW, Washington, D.C. 20549.

CEO CERTIFICATION DISCLOSURE

Each Fund's Chief Executive Officer has submitted to the New York Stock Exchange the annual CEO certification as required by Section 303A.12(a) of the NYSE Listed Company Manual.

Each Fund has filed with the Securities and Exchange Commission the certification of its Chief Executive Officer and Chief Financial Officer required by Section 302 of the Sarbanes-Oxley Act.

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 expresses the return that would have been necessary each year to equal the investment's actual cumulative performance (including change in NAV or market

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price and reinvested dividends and capital gains distributions, if any) 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 the expected period over which a bond's principal and interest will be paid, and consequently is a measure of the sensitivity of a bond's or bond Fund's value to changes when market interest rates change. Generally, the longer a bond's 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 longer than the duration of the Fund's portfolio of bonds.

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 common share NAV per share is calculated by subtracting the liabilities of the Fund (including any MuniPreferred shares issued in order to leverage 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.

BOARD OF TRUSTEES

Robert P. Bremner
Lawrence H. Brown
Jack B. Evans
William C. Hunter
David J. Kundert
William J. Schneider
Timothy R. Schwertfeger
Judith M. Stockdale
Eugene S. Sunshine

FUND MANAGER

Nuveen Asset Management
333 West Wacker Drive
Chicago, IL 60606

CUSTODIAN

State Street Bank & Trust Company
Boston, MA

TRANSFER AGENT AND SHAREHOLDER SERVICES

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

(800) 257-8787

LEGAL COUNSEL

Chapman and Cutler LLP
Chicago, IL

INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM
Ernst & Young LLP
Chicago, IL

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 period covered by this report. Any future repurchases will be reported to shareholders in the next annual or semiannual report.

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Photo of: 2 women looking at a photo album.

Nuveen Investments:
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.

WE OFFER MANY DIFFERENT INVESTING SOLUTIONS FOR OUR CLIENTS' DIFFERENT NEEDS.

Managing more than \$145 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 fixed-income 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.

FIND OUT HOW WE CAN HELP YOU REACH YOUR FINANCIAL GOALS.

To learn more about the products and services Nuveen Investments offers, talk to your financial advisor, or call us at (800) 257-8787. Please read the information provided carefully before you invest.

Be sure to obtain a prospectus, where applicable. Investors should consider the investment objective and policies, risk considerations, charges and expenses of the Fund carefully before investing. The prospectus contains this and other information relevant to an investment in the Fund. For a prospectus, please contact your securities representative or Nuveen Investments, 333 W. Wacker Dr., Chicago, IL 60606. Please read the prospectus carefully before you invest or send money.

Learn more

- o Share prices
- o Fund details
- o Daily financial news

about Nuveen Funds at
WWW.NUVEEN.COM/CEF

o Investor education
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ITEM 2. CODE OF ETHICS.

As of the end of the period covered by this report, the registrant has adopted a code of ethics that applies to the registrant's principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions. There were no amendments to or waivers from the Code during the period covered by this report. The registrant has posted the code of ethics on its website at www.nuveen.com/etf. (To view the code, click on the Investor Resources drop down menu box, click on Fund Governance and then click on Code of Conduct.)

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

The registrant's Board of Directors or Trustees determined that the registrant has at least one "audit committee financial expert" (as defined in Item 3 of Form N-CSR) serving on its Audit Committee. The registrant's audit committee financial expert is Jack B. Evans, Chairman of the Audit Committee, who is "independent" for purposes of Item 3 of Form N-CSR.

Mr. Evans was formerly President and Chief Operating Officer of SCI Financial Group, Inc., a full service registered broker-dealer and registered investment adviser ("SCI"). As part of his role as President and Chief Operating Officer, Mr. Evans actively supervised the Chief Financial Officer (the "CFO") and actively supervised the CFO's preparation of financial statements and other filings with various regulatory authorities. In such capacity, Mr. Evans was actively involved in the preparation of SCI's financial statements and the resolution of issues raised in connection therewith. Mr. Evans has also served on the audit committee of various reporting companies. At such companies, Mr. Evans was involved in the oversight of audits, audit plans, and the preparation of financial statements. Mr. Evans also formerly chaired the audit committee of the Federal Reserve Bank of Chicago.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

Nuveen Maryland Dividend Advantage Municipal Fund 3

The following tables show the amount of fees that Ernst & Young LLP, the Fund's auditor, billed to the Fund during the Fund's last two full fiscal years. For engagements with Ernst & Young LLP the Audit Committee approved in advance all audit services and non-audit services that Ernst & Young LLP provided to the Fund, except for those non-audit services that were subject to the pre-approval exception under Rule 2-01 of Regulation S-X (the "pre-approval exception"). The pre-approval exception for services provided directly to the Fund waives the pre-approval requirement for services other than audit, review or attest services if: (A) the aggregate amount of all such services provided constitutes no more than 5% of the total amount of revenues paid by the Fund to its accountant during the fiscal year in which the services are provided; (B) the Fund did not recognize the services as non-audit services at the time of the

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engagement; and (C) the services are promptly brought to the Audit Committee's attention, and the Committee (or its delegate) approves the services before the audit is completed.

The Audit Committee has delegated certain pre-approval responsibilities to its Chairman (or, in his absence, any other member of the Audit Committee).

SERVICES THAT THE FUND'S AUDITOR BILLED TO THE FUND

FISCAL YEAR ENDED	AUDIT FEES BILLED TO FUND (1)	AUDIT-RELATED FEES BILLED TO FUND (2)	BIL
May 31, 2006	\$ 8,955	\$ 0	
Percentage approved pursuant to pre-approval exception	0%	0%	
May 31, 2005	\$ 8,411	\$ 0	
Percentage approved pursuant to pre-approval exception	0%	0%	

(1) "Audit Fees" are the aggregate fees billed for professional services for the audit of the Fund's annual financial statements and services provided in connection with statutory and regulatory filings or engagements.

(2) "Audit Related Fees" are the aggregate fees billed for assurance and related services reasonably related to the performance of the audit or review of financial statements and are not reported under "Audit Fees".

(3) "Tax Fees" are the aggregate fees billed for professional services for tax advice, tax compliance, and tax planning.

(4) "All Other Fees" are the aggregate fees billed for products and services other than "Audit Fees", "Audit Related Fees", and "Tax Fees".

SERVICES THAT THE FUND'S AUDITOR BILLED TO THE ADVISER AND AFFILIATED FUND SERVICE PROVIDERS

The following tables show the amount of fees billed by Ernst & Young LLP to Nuveen Asset Management ("NAM" or the "Adviser"), and any entity controlling, controlled by or under common control with NAM ("Control Affiliate") that provides ongoing services to the Fund ("Affiliated Fund Service Provider"), for engagements directly related to the Fund's operations and financial reporting, during the Fund's last two full fiscal years.

The tables also show the percentage of fees subject to the pre-approval exception. The pre-approval exception for services provided to the Adviser and any Affiliated Fund Service Provider (other than audit, review or attest services) waives the pre-approval requirement if: (A) the aggregate amount of

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all such services provided constitutes no more than 5% of the total amount of revenues paid to Ernst & Young LLP by the Fund, the Adviser and Affiliated Fund Service Providers during the fiscal year in which the services are provided that would have to be pre-approved by the Audit Committee; (B) the Fund did not recognize the services as non-audit services at the time of the engagement; and (C) the services are promptly brought to the Audit Committee's attention, and the Committee (or its delegate) approves the services before the Fund's audit is completed.

FISCAL YEAR ENDED	AUDIT-RELATED FEES BILLED TO ADVISER AND AFFILIATED FUND SERVICE PROVIDERS	TAX FEES BILLED TO ADVISER AND AFFILIATED FUND SERVICE PROVIDERS (1)	ALL BILLE AND AF SERV
May 31, 2006	\$ 0	\$ 2,200	
Percentage approved pursuant to pre-approval exception	0%	0%	
May 31, 2005	\$ 0	\$ 2,200	
Percentage approved pursuant to pre-approval exception	0%	0%	

(1) The amounts reported for the Fund under the column heading "Tax Fees" represents amounts billed to the Adviser exclusively for the preparation for the Fund's tax return, the cost of which is borne by the Adviser. In the aggregate, for all Nuveen funds for which Ernst & Young LLP serves as independent registered public accounting firm, these fees amounted to \$275,000 in 2006 and \$282,575 in 2005.

NON-AUDIT SERVICES

The following table shows the amount of fees that Ernst & Young LLP billed during the Fund's last two full fiscal years for non-audit services. The Audit Committee is required to pre-approve non-audit services that Ernst & Young LLP provides to the Adviser and any Affiliated Fund Services Provider, if the engagement related directly to the Fund's operations and financial reporting (except for those subject to the de minimis exception described above). The Audit Committee requested and received information from Ernst & Young LLP about any non-audit services that Ernst & Young LLP rendered during the Fund's last fiscal year to the Adviser and any Affiliated Fund Service Provider. The Committee considered this information in evaluating Ernst & Young LLP's independence.

FISCAL YEAR ENDED	TOTAL NON-AUDIT FEES BILLED TO ADVISER AND
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	TOTAL NON-AUDIT FEES BILLED TO FUND	AFFILIATED FUND SERVICE PROVIDERS (ENGAGEMENTS RELATED DIRECTLY TO THE OPERATIONS AND FINANCIAL REPORTING OF THE FUND)	TOTAL BILLED AFFILIA PROVID EN
May 31, 2006	\$ 3,374	\$ 2,200	
May 31, 2005	\$ 3,232	\$ 2,200	

"Non-Audit Fees billed to Adviser" for both fiscal year ends represent "Tax Fees" billed to Adviser in their respective amounts from the previous table.

Audit Committee Pre-Approval Policies and Procedures. Generally, the Audit Committee must approve (i) all non-audit services to be performed for the Fund by the Fund's independent accountants and (ii) all audit and non-audit services to be performed by the Fund's independent accountants for the Affiliated Fund Service Providers with respect to operations and financial reporting of the Fund. Regarding tax and research projects conducted by the independent accountants for the Fund and Affiliated Fund Service Providers (with respect to operations and financial reports of the Fund) such engagements will be (i) pre-approved by the Audit Committee if they are expected to be for amounts greater than \$10,000; (ii) reported to the Audit Committee chairman for his verbal approval prior to engagement if they are expected to be for amounts under \$10,000 but greater than \$5,000; and (iii) reported to the Audit Committee at the next Audit Committee meeting if they are expected to be for an amount under \$5,000.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS.

The registrant's Board of Directors or Trustees has a separately designated Audit Committee established in accordance with Section 3(a)(58)(A) of the Securities Exchange Act of 1934, as amended (15 U.S.C. 78c(a)(58)(A)). The members of the audit committee are Robert P. Bremner, Lawrence H. Brown, Jack B. Evans, William J. Schneider and Eugene S. Sunshine.

ITEM 6. SCHEDULE OF INVESTMENTS.

See Portfolio of Investments in Item 1.

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

The registrant invests its assets primarily in municipal bonds and cash management securities. On rare occasions the registrant may acquire, directly or through a special purpose vehicle, equity securities of a municipal bond issuer whose bonds the registrant already owns when such bonds have deteriorated or are expected shortly to deteriorate significantly in credit quality. The purpose of acquiring equity securities generally will be to acquire control of the municipal bond issuer and to seek to prevent the credit deterioration or facilitate the liquidation or other workout of the distressed issuer's credit problem. In the course of exercising control of a distressed municipal issuer, NAM may pursue the registrant's interests in a variety of ways, which may entail negotiating and executing consents, agreements and other arrangements, and otherwise influencing the management of the issuer. NAM does not consider such activities proxy voting for purposes of Rule 206(4)-6 under the 1940 Act, but nevertheless provides reports to the registrant's Board of Trustees on its control activities on a quarterly basis.

In the rare event that a municipal issuer were to issue a proxy or that the registrant were to receive a proxy issued by a cash management security, NAM would either engage an independent third party to determine how the proxy should be voted or vote the proxy with the consent, or based on the instructions, of the registrant's Board of Trustees or its representative. A member of NAM's legal department would oversee the administration of the voting, and ensure that records were maintained in accordance with Rule 206(4)-6, reports were filed with the SEC on Form N-PX, and the results provided to the registrant's Board of Trustees and made available to shareholders as required by applicable rules.

ITEM 8. PORTFOLIO MANAGERS OF CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

THE PORTFOLIO MANAGER

The following individual has primary responsibility for the day-to-day implementation of the registrant's investment strategies:

NAME	FUND
Cathryn Steeves	Nuveen Maryland Dividend Advantage Municipal Fund 3

Other Accounts Managed. In addition to managing the registrant, the portfolio manager is also primarily responsible for the day-to-day portfolio management of the following accounts:

PORTFOLIO MANAGER	TYPE OF ACCOUNT MANAGED	NUMBER OF ACCOUNTS	ASSETS*
Cathryn Steeves	Registered Investment Company	67	\$13.216 billion
	Other Pooled Investment Vehicles	0	\$0
	Other Accounts	0	\$0

* Assets are as of May 31, 2006. None of the assets in these accounts are subject to an advisory fee based on performance.

Compensation. Portfolio manager compensation consists of three basic elements--base salary, cash bonus and long-term incentive compensation. The compensation strategy is to annually compare overall compensation, including these three elements, to the market in order to create a compensation structure that is competitive and consistent with similar financial services companies. As discussed below, several factors are considered in determining each portfolio manager's total compensation. In any year these factors may include, among others, the effectiveness of the investment strategies recommended by the portfolio manager's investment team, the investment performance of the accounts managed by the portfolio manager, and the overall performance of Nuveen Investments, Inc. (the parent company of NAM). Although investment performance is a factor in determining the portfolio manager's compensation, it is not necessarily a decisive factor. The portfolio manager's performance is evaluated in part by comparing manager's performance against a specified investment benchmark. This fund-specific benchmark is a customized subset (limited to bonds in each Fund's specific state and with certain maturity parameters) of the S&P/Investortools Municipal Bond index, an index comprised of bonds held by managed municipal bond fund customers of Standard & Poor's Securities Pricing, Inc. that are priced daily and whose fund holdings aggregate at least \$2 million. As of May 31, 2006, the S&P/Investortools Municipal Bond index was comprised of 46.875 securities with an aggregate current market value of \$868 billion.

Base salary. Portfolio managers are paid a base salary that is set at a level

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determined by NAM in accordance with its overall compensation strategy discussed above. NAM is not under any current contractual obligation to increase a portfolio manager's base salary.

Cash bonus. Portfolio managers are also eligible to receive an annual cash bonus. The level of this bonus is based upon evaluations and determinations made by each portfolio manager's supervisors, along with reviews submitted by his peers. These reviews and evaluations often take into account a number of factors, including the effectiveness of the investment strategies recommended to the NAM's investment team, the performance of the accounts for which he/she serves as portfolio manager relative to any benchmarks established for those accounts, his/her effectiveness in communicating investment performance to stockholders and their representatives, and his/her contribution to the NAM investment process and to the execution of investment strategies. The cash bonus component is also impacted by the overall performance of Nuveen Investments, Inc. in achieving its business objectives.

Long-term incentive compensation. Portfolio managers are eligible to receive bonus compensation in the form of equity-based awards issued in securities issued by Nuveen Investments, Inc. The amount of such compensation is dependent upon the same factors articulated for cash bonus awards but also factors in his long-term potential with the firm.

Material Conflicts of Interest. The portfolio manager's simultaneous management of the registrant and the other accounts noted above may present actual or apparent conflicts of interest with respect to the allocation and aggregation of securities orders placed on behalf of the Registrant and the other account. NAM, however, believes that such potential conflicts are mitigated by the fact that the NAM has adopted several policies that address potential conflicts of interest, including best execution and trade allocation policies that are designed to ensure (1) that portfolio management is seeking the best price for portfolio securities under the circumstances, (2) fair and equitable allocation of investment opportunities among accounts over time and (3) compliance with applicable regulatory requirements. All accounts are to be treated in a non-preferential manner, such that allocations are not based upon account performance, fee structure or preference of the portfolio manager. In addition, NAM has adopted a Code of Conduct that sets forth policies regarding conflicts of interest.

Beneficial Ownership of Securities. As of the May 31, 2006, the portfolio manager beneficially owned the following dollar range of equity securities issued by the Registrant and other Nuveen Funds managed by NAM's municipal investment team.

-----		DOLLAR RANGE EQUITY SECURI BENEF I OWNED FUND
NAME OF PORTFOLIO MANAGER	FUND	
Cathryn Steeves	Nuveen Maryland Dividend Advantage Municipal Fund 3	\$0

PORTFOLIO MANAGER BIO:

Cathryn Steeves, PhD is currently a portfolio manager for 68 state-specific municipal bond funds. She joined Nuveen in 1996 and worked as a senior analyst in the healthcare sector. Cathryn has an undergraduate degree from Wake Forest University, an MA, MPhil and a PhD from Columbia University.

ITEM 9. PURCHASES OF EQUITY SECURITIES BY CLOSED-END MANAGEMENT INVESTMENT COMPANY AND AFFILIATED PURCHASERS.

Not applicable.

ITEM 10. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS.

During this reporting period, the registrant's Board of Trustees implemented a change to the procedures by which shareholders may recommend nominees to the registrant's board of trustees by amending the registrant's by-laws to include a provision specifying the date by which shareholder nominations for election as trustee at a subsequent meeting must be submitted to the registrant. Shareholders must deliver or mail notice to the registrant not less than forty-five days nor more than sixty days prior to the first anniversary date of the date on which the registrant first mailed its proxy materials for the prior year's annual meeting; provided, however, if and only if the annual meeting is not scheduled to be held within a period that commences thirty days before the first anniversary date of the annual meeting for the preceding year and ends thirty days after such anniversary date (an annual meeting date outside such period being referred to as an "Other Annual Meeting Date" hereafter), the shareholder notice must be given no later than the close of business on the date forty-five days prior to such Other Annual Meeting Date or the tenth business day following the date such Other Annual Meeting Date is first publicly announced or disclosed. The shareholder's notice must be in writing and set forth the name, age, date of birth, business address, residence address and nationality of the person(s) being nominated and the class or series, number of all shares of the registrant owned of record or beneficially by each such person(s), any other information regarding such person required by Item 401 of Regulation S-K or Item 22 of Rule 14a-101 (Schedule 14A) under the Securities Exchange Act of 1934, as amended, any other information regarding the person(s) to be nominated that would be required to be disclosed in a proxy statement or other filings required to be made in connection with solicitation of proxies for election of trustees, and whether such shareholder believes any nominee is or will be an "interested person" (as that term is defined in the Investment Company Act of 1940, as amended) of the registrant or sufficient information to enable the registrant to make that determination and the written and signed consent of the person(s) to be nominated.

ITEM 11. CONTROLS AND PROCEDURES.

- (a) The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act") (17 CFR 270.30a-3(c))) are effective, as of a date within 90 days of the filing date of this report that includes the disclosure required by this paragraph, based on their evaluation of the controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rules 13a-15(b) or 15d-15(b) under the Securities Exchange Act of 1934, as amended (the "Exchange Act") (17 CFR 240.13a-15(b) or 240.15d-15(b)).

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- (b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act (17 CFR 270.30a-3(d)) that occurred during the second fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

ITEM 12. EXHIBITS.

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

(a)(1) 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 because the code is posted on registrant's website at www.nuveen.com/etf and there were no amendments during the period covered by this report. (To view the code, click on the Investor Resources drop down menu box, click on Fund Governance and then Code of Conduct.)

(a)(2) A separate certification for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2(a) under the 1940 Act (17 CFR 270.30a-2(a)) in the exact form set forth below: Ex-99.CERT Attached hereto.

(a)(3) Any written solicitation to purchase securities under Rule 23c-1 under the 1940 Act (17 CFR 270.23c-1) sent or given during the period covered by the report by or on behalf of the registrant to 10 or more persons. Not applicable.

(b) If the report is filed under Section 13(a) or 15(d) of the Exchange Act, provide the certifications required by Rule 30a-2(b) under the 1940 Act (17 CFR 270.30a-2(b)); Rule 13a-14(b) or Rule 15d-14(b) under the Exchange Act (17 CFR 240.13a-14(b) or 240.15d-14(b)), and Section 1350 of Chapter 63 of Title 18 of the United States Code (18 U.S.C. 1350) as an exhibit. A certification furnished pursuant to this paragraph will not be deemed "filed" for purposes of Section 18 of the Exchange Act (15 U.S.C. 78r), or otherwise subject to the liability of that section. Such certification will not be deemed to be incorporated by reference into any filing under the Securities Act of 1933 or the Exchange Act, except to the extent that the registrant specifically incorporates it by reference. Ex-99.906 CERT attached hereto.

SIGNATURES

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

(Registrant) Nuveen Maryland Dividend Advantage Municipal Fund 3

By (Signature and Title)* /s/ Jessica R. Droeger

Jessica R. Droeger
Vice President and Secretary

Date: August 8, 2006

Pursuant to the requirements of the Securities Exchange Act of 1934 and the

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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

Gifford R. Zimmerman
Chief Administrative Officer
(principal executive officer)

Date: August 8, 2006

By (Signature and Title)* /s/ Stephen D. Foy

Stephen D. Foy
Vice President and Controller
(principal financial officer)

Date: August 8, 2006

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