NUVEEN INSURED TAX FREE ADVANTAGE MUNICIPAL FUND
Form N-CSR
January 05, 2007

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 811-21213

Nuveen Insured Tax-Free Advantage Municipal Fund

(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: October 31

Date of reporting period: October 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 October 31, 2006

---

Nuveen Investments
Municipal Closed-End Funds

NUVEEN INSURED
QUALITY MUNICIPAL
FUND, INC.
NQI

NUVEEN INSURED
MUNICIPAL OPPORTUNITY
FUND, INC.
NIO

NUVEEN PREMIER
INSURED MUNICIPAL
INCOME FUND, INC.
NIF

NUVEEN INSURED
PREMIUM INCOME
MUNICIPAL FUND 2
NPX

NUVEEN INSURED
DIVIDEND ADVANTAGE
MUNICIPAL FUND
NVG

NUVEEN INSURED
TAX-FREE ADVANTAGE
MUNICIPAL FUND
NEA

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

NOW YOU CAN RECEIVE YOUR
NUVEEN FUND REPORTS FASTER.

NO MORE WAITING.
SIGN UP TODAY TO RECEIVE NUVEEN FUND INFORMATION BY E-MAIL.

It only takes a minute to sign up for E-Reports. Once enrolled, you'll receive an e-mail as soon as your Nuveen Investments Fund information is ready -- no more waiting for delivery by regular mail. Just click on the link within the e-mail to see the report, and save it on your computer if you wish.

DELIVERY DIRECT TO
YOUR E-MAIL INBOX

IT'S FAST, EASY & FREE:

WWW.INVESTORDELIVERY.COM

if you get your Nuveen Fund dividends and statements from your financial advisor or brokerage account.

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

# Chairman's LETTER TO SHAREHOLDERS

Photo of Timothy R. Schwertfeger

Timothy R. Schwertfeger
Chairman of the Board

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.

For some time, I've used these letters to remind you that municipal bonds can be an important building block in a well balanced investment portfolio. In addition to providing attractive tax-free monthly income, a 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. For more information about this important investment strategy, I encourage you to contact your personal financial advisor.

"IN ADDITION TO PROVIDING ATTRACTIVE TAX-FREE MONTHLY INCOME, A MUNICIPAL BOND INVESTMENT LIKE YOUR FUND MAY HELP YOU ACHIEVE AND BENEFIT FROM GREATER PORTFOLIO DIVERSIFICATION."

We also are pleased to be able to offer you a choice concerning how you receive your shareholder reports and other Fund information. As an alternative to mailed copies, you can 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

December 15, 2006

Nuveen Investments Municipal Closed-End Funds
NQI, NIO, NIF, NPX, NVG, NEA

## Portfolio Manager's COMMENTS

PORTFOLIO MANAGER PAUL BRENNAN DISCUSSES U.S. ECONOMIC AND MUNICIPAL MARKET CONDITIONS, KEY INVESTMENT STRATEGIES, AND THE ANNUAL PERFORMANCE OF THESE SIX INSURED FUNDS. WITH 17 YEARS OF INVESTMENT EXPERIENCE, INCLUDING 15 YEARS AT NUVEEN, PAUL ASSUMED PORTFOLIO MANAGEMENT RESPONSIBILITY FOR NQI, NIO, NIF, NPX, NVG, AND NEA IN JULY 2006.

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

In response to market concerns about oil prices, inflation, and the actions of the Federal Reserve over the past 12 months, bond yields exhibited some volatility during this reporting period, with longer-term rates hitting a peak in June 2006 before falling sharply for the remainder of the period. For the period as a whole, interest rates at the shorter end of the taxable yield curve generally continued to rise, while longer rates ended the period close to where they began it or even declined. As short-term rates approached and exceeded the levels of long-term rates, the taxable yield curve became increasingly flat and subsequently inverted. Consequently, bonds with longer durations 1 generally outperformed those with shorter durations during this period.

Between November 1, 2005 and October 31, 2006, the Federal Reserve announced six increases of 0.25% each in the fed funds rate before pausing to leave monetary policy unchanged at the August-October 2006 sessions of its Open Market Committee. The increases raised the short-term target by 150 basis points, from 3.75% to 5.25%, its highest level since March 2001. During this same period, the

yield on the benchmark 10-year U.S. Treasury note rose just four basis points to end October 2006 at 4.60%. In contrast, in the municipal market, the yield on the Bond Buyer 25 Revenue Bond Index, a widely followed measure of longer-term municipal market rates, fell to 4.78% at the end of October 2006, a decline of 43 basis points from the end of October 2005.

Economic growth over the past year reflected the fluctuations in interest rates, energy prices, and the effects of a softening housing market. After expanding at a rate of 1.8% in the fourth quarter of 2005, the U.S. gross domestic product (GDP) rebounded sharply with a 5.6% gain in the first quarter of 2006 before moderating to a pace of 2.6% in the second quarter of 2006 (all GDP numbers annualized). In the third quarter of 2006, the rate of GDP growth slowed to 2.2%, largely as the result of an 18% slump in residential investment, the largest decrease in 15 years. Despite the recent slowdown in economic

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.



growth, the markets continued to keep a close eye on inflation trends. While declining energy prices contributed to a benign 1.3% year-over-year increase in the Consumer Price Index as of October 2006, the core rate (which excludes food and energy prices) rose 2.7% for the same period. In general, the jobs picture remained positive, with national unemployment at 4.4% in October 2006, down from 4.9% in October 2005, the lowest level since May 2001.

Over the 12 months ended October 2006, municipal bond issuance nationwide totaled $367.1 billion, down 8% from the previous 12 months. This total reflected the general decrease in the supply of municipal paper during 2006. After reaching record levels in calendar year 2005, municipal issuance declined during the first 10 months of 2006, with $295.1 billion in new securities coming to market, off 12.5% from the same period in 2005. A major factor in 2006's drop was the sharp reduction in pre-refunding volume, which fell almost 50% from last year's levels. Overall, demand for municipal bonds, especially those offering higher yields, continued to be strong and broad-based, with retail investors, institutional investors such as hedge funds and arbitragers, and foreign participants all taking part in the market.

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

As the yield curve flattened over this 12-month period, we continued to emphasize careful management of the Funds' underlying portfolios in line with our established targets. This included pursuing a disciplined approach to duration management and yield curve positioning throughout the period. As part of this approach, we generally focused on purchasing bonds that we believed provided attractive reward opportunities without excessive risk, emphasizing attractively priced bonds with defensive coupons at or near the 20-year part of the yield curve. For these Funds, our purchases of defensive coupon bonds included bonds with premium coupons 2.

In recent months, we broadened our strategic scope in these six Funds to place additional emphasis on income strategies by purchasing bonds that offered the potential for more income such as zero coupon bonds, discount bonds and inverse floaters. (Inverse floaters are bonds with coupons structured to move in the opposite direction of short-term interest rates. For example, if short-term market interest rates decline, the interest rate

2 Premium coupon bonds are credits that, at the time of purchase, are trading above their par values because their coupons are higher than current coupon levels. Historically, these bonds have held their value better than current coupon bonds when interest rates rise and bond values consequently fall.



earned by the inverse floater will rise. An inverse floater increases the market rate risk and duration of the investment.) Further, to help increase the Funds' income-generating potential and better manage interest risk, we employed additional tools such as interest rate swap agreements.

Although municipal bond issuance nationwide declined during this period, much of the new paper was insured, so the reduction in supply did not have a major impact on the implementation of this or other strategies we had planned for these Funds, which invest entirely or predominantly in insured bonds. In general, our new purchases centered on the essential services sectors, with an emphasis on keeping the Funds well diversified geographically. The Funds also continued to purchase paper issued in states such as California, New York and Ohio. Because of the relatively higher income tax levels in specialty states, municipal bonds issued in these states are generally in great demand by in-state retail investors, which helps to support their value. These bonds also provide additional liquidity, making it easier for us to execute trades as part of implementing our strategies.

During this period, as part of our yield curve and income strategies, we were also selling holdings with shorter durations, including pre-refunded bonds, especially in NVG, as well as bonds with less attractive call features and credits producing lower tax-exempt income streams. A portion of the proceeds from these sales were reinvested out longer on the yield curve, which enabled us to maintain the Funds' durations within our preferred strategic range and contributed to their performance during this period.

At the beginning of this reporting period, NEA was using forward interest rate swaps, a type of derivative financial instrument. As discussed in our last shareholder report, we began using these swaps in late 2004 as part of our duration management strategies in an effort to reduce some of the interest rate risk in NEA. We believe this hedging strategy was effective in achieving the intended goal of reducing the Funds' net asset value (NAV) volatility, and we removed the hedges from NEA in September 2006.

HOW DID THE FUNDS PERFORM?

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



TOTAL RETURNS ON NET ASSET VALUE*

For periods ended 10/31/06

| | 1-YEAR | 5-YEAR | 10-YEAR |
|---|---|---|---|

| | | | |
|---|---|---|---|
| NQI | 6.53% | 6.11% | 6.49% |
| NIO | 7.05% | 6.27% | 6.42% |
| NIF | 6.46% | 6.19% | 6.22% |
| NPX | 6.75% | 6.24% | 6.63% |
| NVG | 7.39% | NA | NA |
| NEA | 7.82% | NA | NA |
| Lehman Brothers Insured Municipal Bond Index 3 | 6.15% | 5.28% | 6.06% |
| Lipper Insured Municipal Debt Funds Average 4 | 7.11% | 5.70% | 6.10% |

* 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 October 31, 2006, the total returns on NAV for all six of the Funds in this report exceeded the return on the Lehman Brothers Insured Municipal Bond Index. NVG and NEA outperformed the average return for the Funds' insured Lipper peer group, while NIO performed in line with this return, and NQI, NIF, and NPX trailed the peer group average for this period. For longer periods, all the Funds outperformed the benchmark and the peer averages.

Factors that influenced the Funds' returns during this period included yield curve positioning and duration management, implementation of income strategies, the use of financial leverage, allocations to noninsured credits in NVG and NEA, and advance refunding activity. 5

As longer-term municipal rates declined and the yield curve flattened over the course of this period, yield curve and duration positioning played an important role in the performance of these Funds. Overall, bonds with maturities between one and four years were the most adversely impacted by changes in the interest rate environment over this period, as interest rates in that part of the curve rose. As a result, these shorter bonds generally underperformed longer bonds, with the longest bonds (those with maturities of

3 The Lehman Brothers Insured Municipal Bond Index is an unleveraged, unmanaged national index comprising a broad range of insured municipal bonds. Results for the Lehman index do not reflect any expenses.

4 The Lipper Insured Municipal Debt Funds category average is calculated using the returns of all closed-end funds in this category for each period as follows: 1 year, 26; 5 years, 21; and 10 years, 18. Fund and Lipper returns assume reinvestment of dividends.

5 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.



more than 22 years) achieving the best returns for the period. NIO, NVG, and NEA had relatively more exposure to the longer part of the curve than NQI, NIF, and NPX, which were hurt by their heavier exposure to the shorter end of the curve, especially bonds with short call dates. We continued to work to strengthen the yield curve positioning of all of these Funds.

As previously mentioned, in recent months we implemented additional income strategies by adding zero coupon bonds, discount coupon bonds, and inverse floaters to our portfolios, all of which had a positive impact on the Funds' performances for this period. Zero coupon bonds, for example, typically have very long durations and tend to be very sensitive to changes in interest rates. With rates at the long end of the curve declining throughout much of this 12-month period, the zero coupon segment of the municipal market substantially outperformed other similarly rated coupon bearing bonds.

Another factor in the annual performance of these Funds, especially relative to that of the unleveraged Lehman Brothers Insured Municipal Bond Index, was the use of financial leverage. While leveraging can add volatility to a Fund's NAV and share price, this strategy can also provide opportunities for additional income and total return for common shareholders. Over this 12-month reporting period, the Funds' performances were positively impacted by the leveraging strategy, although not to the extent we have seen in past years. Over the long term, we firmly believe that the use of financial leverage should continue to work to the benefit of these Funds. This is demonstrated by the total return performance of NQI, NIO, NIF, and NPX--both absolute and relative to the Lehman Brothers Insured Municipal Bond Index--over the 5-year and 10-year periods ended October 31, 2006.

In addition, NEA, which can invest up to 20% of its portfolio in uninsured investment-grade quality securities, benefited from allocations of lower-quality credits during this period, as these bonds generally outperformed other credit quality sectors. 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 caused credit spreads (the difference in interest rates of higher-quality and lower-quality bonds) to tighten. As of October 31, 2006, NEA held 2% of its portfolio in bonds rated BBB and 3% in bonds rated A. Among the lower-rated credits making contributions to NEA's total



return were several hospital holdings, as the health care sector ranked second in terms of performance among the Lehman Brothers Insured Municipal Bond Index revenue sectors for the period. NVG, which also can invest in uninsured securities, did not hold any bonds rated below AA as of the end of this period.

We also continued to see positive contributions from advance refunding activity, which benefited these Funds through price appreciation and enhanced credit quality. While advance refundings generally enhanced performance for this 12-month period, the Funds' holdings of older, previously pre-refunded bonds tended to underperform the general municipal market, due primarily to their shorter effective maturities. During the first half of this period, NQI, NIF,

and NPX also experienced some calls affecting their holdings of higher-yielding housing bonds, which impacted the income component of these Funds' total returns.

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

Maintaining strong credit quality remained an important requirement. As of October 31, 2006, NQI, NIO, NIF, and NPX continued to be 100% invested in insured and/or U.S. guaranteed securities, while NVG and NEA, which can invest up to 20% of their portfolios in uninsured investment-grade quality securities, had allocated 93% and 90% of their portfolios, respectively, to insured and U.S. guaranteed bonds rated AAA.

At the end of October 2006, potential call exposure for the period November 2006 through the end of 2008 ranged from 2% in NIF, 4% in NEA, and 6% in NVG to 9% in NQI, 10% in NPX, and 12% in NIO. The number of actual bond calls in all of these Funds depends largely on future market interest rates.



Dividend and Share Price
INFORMATION

As previously noted, these six Funds use leverage to potentially enhance opportunities for additional income for common shareholders. The benefits of leveraging are tied in part to the short-term rates that leveraged Funds pay their MuniPreferred(R) shareholders. During periods of low short-term rates, these Funds generally pay lower dividends to their MuniPreferred shareholders, which 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 their income streams and 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, were called or were sold were reinvested into bonds currently available in the market, which generally offered lower yields. These factors resulted in one monthly dividend reduction in NEA, two in NVG, three in NIO, NIF, and NPX, and four in NQI over the 12-month period ended October 31, 2006.

Due to capital gains generated by normal portfolio activity such as the sale of appreciated securities and bond calls, 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) |
|---|---|---|
| NQI | $0.0775 | -- |
| NIO | $0.1394 | $0.0004 |
| NIF | $0.0955 | -- |

These distributions had a slight negative impact on the earning power per common share of these three Funds and were 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 October 31, 2006, NQI, NIO, and NPX had positive UNII balances for both financial statement and tax purposes, while NIF, NVG, and NEA had negative UNII balances for financial statement purposes and positive UNII balances for tax purposes.

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

| | 10/31/06 DISCOUNT | 12-MONTH AVERAGE DISCOUNT |
|---|---|---|
| NQI | -3.70% | -3.53% |
| NIO | -5.27% | -4.74% |
| NIF | -5.19% | -4.43% |
| NPX | -7.98% | -8.52% |
| NVG | -3.94% | -3.95% |
| NEA | -3.88% | -5.58% |



Nuveen Insured Quality Municipal Fund, Inc.

NQI

Performance
OVERVIEW As of October 31, 2006

FUND SNAPSHOT

| | |
|---|---|
| Common Share Price | $ 14.83 |
| Common Share Net Asset Value | $ 15.40 |
| Premium/(Discount) to NAV | -3.70% |
| Market Yield | 4.90% |
| Taxable-Equivalent Yield 1 | 6.81% |

| | |
|---|---|
| Net Assets Applicable to Common Shares ($000) | $ 589,928 |
| Average Effective Maturity on Securities (Years) | 18.61 |
| Leverage-Adjusted Duration | 8.00 |

AVERAGE ANNUAL TOTAL RETURN
(Inception 12/19/90)

| | ON SHARE PRICE | ON NAV |
|---|---|---|
| 1-Year | 2.76% | 6.53% |
| 5-Year | 6.51% | 6.11% |
| 10-Year | 6.41% | 6.49% |

STATES
(as a % of total investments)

| | |
|---|---|
| California | 18.9% |
| Texas | 13.0% |
| New York | 10.3% |
| Illinois | 10.1% |
| Washington | 7.5% |
| Florida | 5.0% |
| Nevada | 4.7% |
| Hawaii | 4.0% |
| Kentucky | 3.8% |
| Ohio | 2.0% |
| Pennsylvania | 2.0% |
| Massachusetts | 1.6% |
| West Virginia | 1.5% |
| Maryland | 1.2% |
| Other | 14.4% |

INDUSTRIES
(as a % of total investments)

| | |
|---|---|
| Transportation | 22.3% |
| U.S. Guaranteed | 15.7% |

| | |
|---|---|
| Tax Obligation/Limited | 15.0% |
| Tax Obligation/General | 13.9% |
| Health Care | 11.4% |
| Utilities | 9.0% |
| Other | 12.7% |

CREDIT QUALITY
(as a % of total investments)

[PIE CHART]

| | |
|---|---|
| Insured | 81% |
| U.S. Guaranteed | 16% |
| FHA/FNMA/GNMA Guaranteed | 3% |

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE 2

[BAR CHART]

| Nov | Dec | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | O |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 0.0740 | 0.0705 | 0.0705 | 0.0705 | 0.067 | 0.067 | 0.067 | 0.0635 | 0.0635 | 0.0635 | 0.0605 | 0. |

SHARE PRICE PERFORMANCE

[LINE CHART]

| Date | Weekly Closing Price |
|---|---|
| 11/01/05 | 15.33 |
| | 15.38 |
| | 15.39 |
| | 15.31 |
| | 15.44 |
| | 15.46 |
| | 15.32 |
| | 15.10 |
| | 15.02 |
| | 14.97 |
| | 14.92 |
| | 14.91 |
| | 14.89 |
| | 14.55 |
| | 14.70 |
| | 14.62 |

14.60
14.60
14.74
14.67
14.62
14.76
14.73
14.66
14.71
14.56
14.57
14.55
14.59
14.40
14.35
14.35
14.39
14.38
14.36
14.42
14.42
14.56
14.51
14.60
14.76
14.79
14.79
14.83
14.95
14.96
15.00
15.07
15.10
15.08
14.97
14.96
15.06
15.09
15.09
15.21
15.34
15.32
15.23
15.33
15.44
15.50
15.61
15.58
15.50
15.34
15.26
15.26
15.25
15.07
15.04
15.01
14.93
14.91
14.98
14.95
15.00
15.04

15.00
14.97
15.02
15.09
15.00
15.06
15.05
14.86
14.75
14.75
14.81
14.88
14.93
14.86
14.85
15.03
15.03
14.96
14.94
14.86
14.94
15.00
15.00
14.88
14.96
15.00
14.99
15.01
14.99
14.91
14.84
14.79
14.68
14.57
14.54
14.55
14.46
14.50
14.51
14.45
14.45
14.51
14.54
14.57
14.56
14.55
14.55
14.62
14.50
14.44
14.45
14.45
14.38
14.43
14.44
14.25
14.25
14.38
14.58
14.52
14.55
14.57

14.28
14.22
14.29
14.23
14.24
14.26
14.21
14.31
14.20
14.12
14.21
14.18
14.12
14.14
13.95
13.81
13.89
13.91
13.99
13.98
13.88
13.97
13.86
13.97
13.98
13.93
13.92
13.85
13.91
14.00
13.98
14.00
14.08
14.09
14.10
14.10
14.04
13.99
13.96
13.86
13.80
13.84
13.93
14.01
14.02
14.05
14.15
14.21
14.30
14.33
14.55
14.59
14.70
14.81
14.68
14.73
14.79
14.78
14.70
14.74
14.90
14.76

| | |
|---|---|
| | 14.89 |
| | 14.83 |
| | 14.83 |
| | 14.83 |
| | 14.82 |
| | 14.81 |
| | 14.84 |
| | 14.83 |
| | 14.83 |
| | 14.76 |
| | 14.76 |
| | 14.77 |
| | 14.60 |
| | 14.61 |
| | 14.62 |
| | 14.55 |
| | 14.58 |
| | 14.50 |
| | 14.49 |
| | 14.53 |
| | 14.41 |
| | 14.50 |
| | 14.47 |
| | 14.52 |
| | 14.58 |
| | 14.61 |
| | 14.61 |
| | 14.79 |
| | 14.69 |
| | 14.63 |
| | 14.63 |
| | 14.62 |
| | 14.65 |
| | 14.67 |
| | 14.66 |
| | 14.68 |
| | 14.65 |
| | 14.66 |
| | 14.66 |
| | 14.64 |
| | 14.60 |
| | 14.56 |
| | 14.57 |
| | 14.60 |
| | 14.67 |
| | 14.67 |
| | 14.66 |
| | 14.76 |
| | 14.75 |
| | 14.74 |
| | 14.78 |
| | 14.82 |
| 10/31/06 | 14.83 |

PAST PERFORMANCE IS NOT PREDICTIVE OF FUTURE RESULTS.

---

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 federal income tax rate of 28%. 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 $0.0775 per share.

12

Nuveen Insured Municipal Opportunity Fund, Inc.

NIO

Performance
OVERVIEW As of October 31, 2006

---

CREDIT QUALITY
(as a % of total investments)

[PIE CHART]

| | |
|---|---|
| Insured | 74% |
| U.S. Guaranteed | 25% |
| FHA/FNMA/GNMA Guaranteed | 1% |

---

---

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE 2

[BAR CHART]

| 0.0710 | 0.0710 | 0.0710 | 0.0710 | 0.0675 | 0.0675 | 0.0675 | 0.0645 | 0.0645 | 0.0645 | 0.0615 | 0.0615 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| Nov | Dec | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct |

---

---

SHARE PRICE PERFORMANCE

[LINE CHART]

| Date | Weekly Closing Price |
|---|---|
| 11/01/05 | 14.51 |
| | 14.55 |
| | 14.52 |
| | 14.43 |
| | 14.42 |
| | 14.45 |
| | 14.35 |
| | 14.20 |
| | 14.32 |
| | 14.22 |
| | 14.21 |

14.23
14.24
14.20
14.23
14.25
14.23
14.28
14.35
14.37
14.24
14.29
14.34
14.20
14.25
14.27
14.22
14.20
14.22
13.94
14.02
13.96
13.95
13.94
14.03
14.08
14.06
14.03
14.14
14.31
14.42
14.44
14.44
14.72
14.84
14.89
15.00
14.96
14.80
14.83
14.94
14.91
14.92
15.03
15.06
15.14
15.14
15.23
15.21
15.10
15.12
15.12
15.24
15.24
15.20
15.15
15.12
15.02
15.20
15.19
15.16
15.10
15.12

15.13
15.10
15.14
15.16
15.15
15.15
15.23
15.31
15.29
15.36
15.20
15.21
15.14
14.95
15.02
15.06
14.95
14.95
14.91
14.80
14.85
14.85
14.85
14.79
14.81
14.85
14.95
14.98
14.90
14.98
14.95
15.02
15.11
15.03
14.97
14.91
14.73
14.70
14.60
14.55
14.44
14.35
14.38
14.39
14.37
14.43
14.51
14.46
14.47
14.54
14.57
14.57
14.61
14.57
14.51
14.55
14.62
14.56
14.58
14.50
14.40
14.44

14.42
14.45
14.37
14.39
14.46
14.41
14.45
14.41
14.43
14.50
14.45
14.41
14.51
14.58
14.50
14.38
14.43
14.40
14.36
14.41
14.19
14.24
14.25
14.19
14.14
14.04
14.01
13.94
13.90
13.94
13.90
13.98
14.04
14.03
14.10
14.07
14.06
14.09
14.08
14.14
14.11
14.11
14.15
14.26
14.24
14.18
14.35
14.45
14.46
14.49
14.54
14.65
14.68
14.86
14.94
14.90
14.85
14.90
14.82
14.82
14.78
14.84

| | |
|---|---|
| | 14.76 |
| | 14.78 |
| | 14.85 |
| | 14.88 |
| | 14.83 |
| | 14.89 |
| | 14.88 |
| | 14.83 |
| | 14.83 |
| | 14.85 |
| | 14.85 |
| | 14.86 |
| | 14.87 |
| | 14.88 |
| | 14.88 |
| | 14.91 |
| | 14.85 |
| | 14.64 |
| | 14.74 |
| | 14.81 |
| | 14.81 |
| | 14.80 |
| | 14.75 |
| | 14.71 |
| | 14.72 |
| | 14.65 |
| | 14.64 |
| | 14.62 |
| | 14.65 |
| | 14.74 |
| | 14.73 |
| | 14.73 |
| | 14.80 |
| | 14.85 |
| | 14.80 |
| | 14.80 |
| | 14.85 |
| | 14.76 |
| | 14.78 |
| | 14.70 |
| | 14.68 |
| | 14.72 |
| | 14.70 |
| | 14.64 |
| | 14.61 |
| | 14.48 |
| | 14.50 |
| | 14.47 |
| | 14.59 |
| | 14.61 |
| | 14.59 |
| | 14.60 |
| | 14.61 |
| | 14.68 |
| | 14.70 |
| | 14.73 |
| | 14.70 |
| 10/31/06 | 14.75 |

PAST PERFORMANCE IS NOT PREDICTIVE OF FUTURE RESULTS.

---

FUND SNAPSHOT

| | |
|---|---|
| Common Share Price | $ 14.75 |
| Common Share Net Asset Value | $ 15.57 |
| Premium/(Discount) to NAV | -5.27% |
| Market Yield | 5.00% |
| Taxable-Equivalent Yield 1 | 6.94% |
| Net Assets Applicable to Common Shares ($000) | $1,263,172 |
| Average Effective Maturity on Securities (Years) | 16.90 |
| Leverage-Adjusted Duration | 8.41 |

AVERAGE ANNUAL TOTAL RETURN
(Inception 9/19/91)

| | ON SHARE PRICE | ON NAV |
|---|---|---|
| 1-Year | 8.26% | 7.05% |
| 5-Year | 6.66% | 6.27% |
| 10-Year | 6.23% | 6.42% |

STATES
(as a % of total investments)

| | |
|---|---|
| California | 19.6% |
| Texas | 10.3% |
| Alabama | 7.1% |
| Nevada | 5.5% |
| New York | 5.4% |
| Illinois | 4.3% |
| Michigan | 4.3% |
| Colorado | 4.2% |
| Florida | 3.7% |
| Massachusetts | 3.0% |
| Wisconsin | 2.7% |
| South Carolina | 2.6% |
| Louisiana | 2.5% |

| | |
|---|---|
| Ohio | 2.0% |
| Indiana | 1.8% |
| New Jersey | 1.6% |
| Hawaii | 1.6% |
| Washington | 1.5% |
| Pennsylvania | 1.4% |
| Arizona | 1.4% |
| Kentucky | 1.4% |
| Other | 12.1% |

INDUSTRIES
(as a % of total investments)

| | |
|---|---|
| U.S. Guaranteed | 25.1% |
| Tax Obligation/Limited | 18.1% |
| Transportation | 15.0% |
| Tax Obligation/General | 12.7% |
| Utilities | 8.1% |
| Health Care | 7.7% |
| Water and Sewer | 6.2% |
| Other | 7.1% |

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 federal income tax rate of 28%. 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 $0.1398 per share.



Nuveen Premier Insured Municipal Income Fund, Inc.

NIF

Performance
OVERVIEW As of October 31, 2006

FUND SNAPSHOT

| | |
|---|---|
| Common Share Price | $ 14.60 |
| Common Share Net Asset Value | $ 15.40 |
| Premium/(Discount) to NAV | -5.19% |
| Market Yield | 5.01% |
| Taxable-Equivalent Yield 1 | 6.96% |
| Net Assets Applicable to Common Shares ($000) | $ 299,001 |
| Average Effective Maturity on Securities (Years) | 15.13 |
| Leverage-Adjusted Duration | 8.51 |

AVERAGE ANNUAL TOTAL RETURN
(Inception 12/19/91)

| | ON SHARE PRICE | ON NAV |
|---|---|---|
| 1-Year | 7.68% | 6.46% |
| 5-Year | 5.58% | 6.19% |
| 10-Year | 6.22% | 6.22% |

STATES
(as a % of total investments)

| | |
|---|---|
| California | 20.3% |
| Washington | 12.2% |
| Illinois | 10.5% |
| Texas | 6.9% |
| Nevada | 5.6% |
| New York | 5.5% |
| Colorado | 4.7% |
| Florida | 3.3% |
| Oregon | 2.8% |
| Hawaii | 2.5% |
| Michigan | 2.4% |
| Tennessee | 2.4% |
| Missouri | 2.2% |

| | |
|---|---|
| Georgia | 2.2% |
| Indiana | 1.9% |
| Other | 14.6% |

INDUSTRIES
(as a % of total investments)

| | |
|---|---|
| Tax Obligation/General | 23.7% |
| U.S. Guaranteed | 19.4% |
| Transportation | 18.4% |
| Tax Obligation/Limited | 12.6% |
| Health Care | 10.0% |
| Utilities | 6.4% |
| Other | 9.5% |

CREDIT QUALITY
(as a % of total investments)

[PIE CHART]

| | |
|---|---|
| Insured | 80% |
| U.S. Guaranteed | 19% |
| FHA/FNMA/GNMA Guaranteed | 1% |

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE 2

[BAR CHART]

| Nov | Dec | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 0.0710 | 0.0675 | 0.0675 | 0.0675 | 0.0675 | 0.0675 | 0.0675 | 0.0640 | 0.0640 | 0.0640 | 0.0610 | 0.0610 |

SHARE PRICE PERFORMANCE

[LINE CHART]

| Date | Weekly Closing Price |
|---|---|
| 11/01/05 | 14.42 |
| | 14.41 |

14.46
14.33
14.32
14.32
14.15
14.11
14.01
14.09
14.11
14.13
14.10
14.02
14.18
14.15
14.20
14.26
14.38
14.36
14.37
14.42
14.23
14.29
14.25
14.26
14.38
14.22
14.16
13.90
13.97
13.92
13.97
14.04
13.97
14.07
14.14
14.19
14.15
14.29
14.41
14.31
14.31
14.41
14.44
14.51
14.61
14.60
14.56
14.47
14.51
14.47
14.48
14.59
14.62
14.64
14.72
14.84
14.88
14.86
14.88
14.77
14.91
15.03

14.99
15.00
15.00
14.99
14.87
14.95
15.00
15.00
14.96
14.87
14.90
14.80
14.76
14.75
14.86
14.85
14.95
14.99
14.99
15.16
15.02
14.87
14.74
14.86
14.85
14.86
14.82
14.75
14.76
14.81
14.76
14.60
14.65
14.76
14.62
14.87
15.00
15.00
14.93
14.90
14.98
14.99
14.98
14.90
14.76
14.76
14.69
14.72
14.60
14.51
14.47
14.49
14.38
14.37
14.37
14.41
14.40
14.29
14.30
14.44
14.44
14.50

14.54
14.58
14.50
14.52
14.44
14.39
14.36
14.33
14.23
14.25
14.40
14.49
14.52
14.54
14.60
14.60
14.55
14.54
14.57
14.35
14.44
14.52
14.60
14.48
14.30
14.18
14.22
14.20
14.20
13.97
13.86
13.88
14.08
14.10
14.11
14.05
14.07
13.95
13.95
13.75
13.86
13.89
13.83
13.91
14.03
14.04
14.04
14.10
14.06
14.01
14.04
14.02
14.09
14.19
14.22
14.31
14.48
14.46
14.26
14.42
14.60
14.66

15.07
15.01
14.89
14.92
15.00
14.85
14.75
14.77
14.65
14.58
14.53
14.71
14.73
14.69
14.70
14.70
14.80
14.76
14.76
14.67
14.79
14.86
14.85
14.85
14.84
14.71
14.56
14.56
14.57
14.53
14.55
14.55
14.46
14.49
14.49
14.66
14.71
14.68
14.73
14.74
14.63
14.78
14.68
14.69
14.69
14.61
14.67
14.71
14.70
14.64
14.74
14.74
14.58
14.59
14.50
14.45
14.48
14.49
14.50
14.52
14.45
14.43

| | |
|---|---|
| | 14.44 |
| | 14.54 |
| | 14.59 |
| | 14.56 |
| 10/31/06 | 14.60 |

PAST PERFORMANCE IS NOT PREDICTIVE OF FUTURE RESULTS.

---

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 federal income tax rate of 28%. 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 $0.0955 per share.

14

Nuveen Insured Premium Income Municipal Fund 2

NPX

Performance
OVERVIEW As of October 31, 2006

---

CREDIT QUALITY
(as a % of total investments)

[PIE CHART]

| | |
|---|---|
| Insured | 85% |
| U.S. Guaranteed | 14% |
| FHA/FNMA/GNMA Guaranteed | 1% |

---

---

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

[BAR CHART]

| 0.0635 | 0.0600 | 0.0600 | 0.0600 | 0.0570 | 0.0570 | 0.0570 | 0.0540 | 0.0540 | 0.0540 | 0.0540 | 0.0540 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| Nov | Dec | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct |

---

---

SHARE PRICE PERFORMANCE

[LINE CHART]

| Date | Weekly Closing Price |
|---|---|
| 11/01/05 | 12.88 |
| | 12.83 |
| | 12.75 |
| | 12.81 |
| | 12.80 |
| | 12.86 |
| | 12.75 |
| | 12.61 |
| | 12.65 |
| | 12.58 |
| | 12.50 |
| | 12.53 |
| | 12.54 |
| | 12.47 |
| | 12.44 |
| | 12.48 |
| | 12.51 |
| | 12.53 |
| | 12.61 |
| | 12.60 |
| | 12.65 |
| | 12.63 |
| | 12.65 |
| | 12.57 |
| | 12.54 |
| | 12.51 |
| | 12.56 |
| | 12.55 |
| | 12.51 |
| | 12.42 |
| | 12.44 |
| | 12.47 |
| | 12.47 |
| | 12.44 |
| | 12.46 |
| | 12.43 |
| | 12.43 |
| | 12.52 |
| | 12.54 |
| | 12.58 |
| | 12.61 |
| | 12.65 |
| | 12.65 |
| | 12.67 |
| | 12.79 |
| | 13.03 |
| | 13.08 |
| | 13.18 |
| | 13.00 |
| | 12.85 |
| | 12.89 |
| | 12.95 |
| | 12.96 |
| | 12.99 |
| | 13.00 |
| | 13.06 |
| | 13.07 |
| | 13.14 |
| | 13.11 |

13.05
13.10
13.08
13.09
13.13
13.08
13.05
12.96
13.04
13.04
13.15
13.20
13.14
13.14
13.14
13.13
13.14
13.11
13.16
13.09
13.15
13.15
13.22
13.19
13.14
13.06
13.00
12.86
12.82
12.85
12.87
12.91
12.90
12.92
12.96
12.95
12.92
12.95
12.93
12.95
12.91
12.93
12.92
12.94
12.91
12.99
13.08
13.08
12.94
12.93
12.90
12.82
12.72
12.74
12.69
12.64
12.62
12.62
12.53
12.55
12.54
12.52

12.58
12.60
12.66
12.66
12.67
12.75
12.70
12.68
12.68
12.67
12.77
12.85
12.70
12.71
12.75
12.71
12.72
12.71
12.88
12.75
12.65
12.63
12.60
12.59
12.55
12.55
12.58
12.68
12.62
12.65
12.64
12.59
12.56
12.55
12.36
12.31
12.32
12.32
12.32
12.30
12.24
12.23
12.22
12.14
12.15
12.18
12.17
12.28
12.32
12.27
12.29
12.26
12.29
12.42
12.32
12.28
12.25
12.26
12.22
12.29
12.25
12.33

12.38
12.38
12.38
12.38
12.44
12.50
12.58
12.63
12.65
12.71
12.65
12.64
12.61
12.57
12.52
12.58
12.68
12.68
12.72
12.76
12.72
12.78
12.71
12.77
12.79
12.84
12.88
12.88
12.97
13.03
12.99
12.90
12.87
12.90
12.90
12.86
12.81
12.85
12.86
12.83
12.84
12.89
12.87
12.91
12.91
12.91
12.97
12.93
12.96
12.96
13.00
12.98
12.97
12.97
13.00
12.98
12.97
12.93
12.96
12.92
12.85
12.91

| | |
|---|---|
| | 12.96 |
| | 12.98 |
| | 13.07 |
| | 13.05 |
| | 13.05 |
| | 13.03 |
| | 13.05 |
| | 13.06 |
| | 13.01 |
| 10/31/06 | 13.03 |

PAST PERFORMANCE IS NOT PREDICTIVE OF FUTURE RESULTS.

FUND SNAPSHOT

| | |
|---|---|
| Common Share Price | $ 13.03 |
| Common Share Net Asset Value | $ 14.16 |
| Premium/(Discount) to NAV | -7.98% |
| Market Yield | 4.97% |
| Taxable-Equivalent Yield 1 | 6.90% |
| Net Assets Applicable to Common Shares ($000) | $ 528,984 |
| Average Effective Maturity on Securities (Years) | 16.76 |
| Leverage-Adjusted Duration | 8.39 |

AVERAGE ANNUAL TOTAL RETURN
(Inception 7/22/93)

| | ON SHARE PRICE | ON NAV |
|---|---|---|
| 1-Year | 7.11% | 6.75% |
| 5-Year | 4.98% | 6.24% |
| 10-Year | 7.47% | 6.63% |

STATES
(as a % of total investments)

| | |
|---|---|
| California | 13.6% |
| Texas | 9.8% |
| New York | 9.4% |
| Pennsylvania | 9.3% |
| Colorado | 6.0% |
| Hawaii | 5.2% |

| | |
|---|---|
| Wisconsin | 4.8% |
| Washington | 4.6% |
| Georgia | 2.5% |
| North Dakota | 2.5% |
| Illinois | 2.5% |
| Oregon | 2.4% |
| Massachusetts | 2.3% |
| Nevada | 2.1% |
| New Jersey | 2.1% |
| Virginia | 2.0% |
| Louisiana | 1.9% |
| Arkansas | 1.9% |
| Arizona | 1.6% |
| Utah | 1.5% |
| Other | 12.0% |

INDUSTRIES
(as a % of total investments)

| | |
|---|---|
| Utilities | 17.8% |
| U.S. Guaranteed | 13.5% |
| Tax Obligation/General | 12.2% |
| Transportation | 11.8% |
| Tax Obligation/Limited | 11.8% |
| Water and Sewer | 11.1% |
| Health Care | 9.6% |
| Education and Civic Organizations | 8.0% |
| Other | 4.2% |

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 federal income tax rate of 28%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

Nuveen Insured Dividend Advantage Municipal Fund

NVG

Performance
OVERVIEW As of October 31, 2006

FUND SNAPSHOT

| | |
|---|---|
| Common Share Price | $ 14.89 |
| Common Share Net Asset Value | $ 15.50 |
| Premium/(Discount) to NAV | -3.94% |
| Market Yield | 5.16% |
| Taxable-Equivalent Yield 1 | 7.17% |
| Net Assets Applicable to Common Shares ($000) | $ 462,037 |
| Average Effective Maturity on Securities (Years) | 15.12 |
| Leverage-Adjusted Duration | 7.82 |

AVERAGE ANNUAL TOTAL RETURN
(Inception 3/25/02)

| | ON SHARE PRICE | ON NAV |
|---|---|---|
| 1-Year | 11.09% | 7.39% |
| Since Inception | 6.39% | 8.08% |

STATES
(as a % of total investments)

| | |
|---|---|
| Texas | 18.3% |
| Indiana | 10.4% |
| Illinois | 10.4% |
| Washington | 9.1% |
| Florida | 8.7% |
| California | 8.4% |
| Tennessee | 6.2% |
| Nevada | 2.9% |

| | |
|---|---|
| Alabama | 2.8% |
| Colorado | 2.8% |
| New York | 2.5% |
| Pennsylvania | 2.4% |
| Alaska | 2.4% |
| Other | 12.7% |

INDUSTRIES
(as a % of total investments)

| | |
|---|---|
| U.S. Guaranteed | 23.5% |
| Tax Obligation/Limited | 16.9% |
| Transportation | 14.4% |
| Tax Obligation/General | 13.1% |
| Water and Sewer | 8.1% |
| Utilities | 7.3% |
| Education and Civic Organizations | 7.3% |
| Health Care | 7.1% |
| Other | 2.3% |

CREDIT QUALITY
(as a % of total investments)

[PIE CHART]

| | |
|---|---|
| Insured | 66% |
| U.S. Guaranteed | 24% |
| FHA/FNMA/GNMA Guaranteed | 3% |
| AAA (Uninsured) | 2% |
| AA (Uninsured) | 5% |

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

[BAR CHART]

| 0.0705 | 0.0705 | 0.0705 | 0.0705 | 0.0705 | 0.0705 | 0.0705 | 0.0670 | 0.0670 | 0.0670 | 0.0640 | 0.0640 |
|---|---|---|---|---|---|---|---|---|---|---|---|
| Nov | Dec | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct |

---

---

SHARE PRICE PERFORMANCE

[LINE CHART]

| Date | Weekly Closing Price |
|---|---|
| 11/01/05 | 14.20 |
| | 14.08 |
| | 14.12 |
| | 14.06 |
| | 14.12 |
| | 14.18 |
| | 14.13 |
| | 14.06 |
| | 14.16 |
| | 14.07 |
| | 14.05 |
| | 14.13 |
| | 14.06 |
| | 13.95 |
| | 14.03 |
| | 14.00 |
| | 13.93 |
| | 14.07 |
| | 14.14 |
| | 14.15 |
| | 14.03 |
| | 14.03 |
| | 14.14 |
| | 14.04 |
| | 14.00 |
| | 14.05 |
| | 14.10 |
| | 14.10 |
| | 14.11 |
| | 13.97 |
| | 13.93 |
| | 13.90 |
| | 13.97 |
| | 14.03 |
| | 14.00 |
| | 13.99 |
| | 14.06 |
| | 14.00 |
| | 14.05 |
| | 14.08 |
| | 14.17 |
| | 14.12 |
| | 14.12 |
| | 14.23 |
| | 14.34 |
| | 14.36 |
| | 14.58 |
| | 14.65 |
| | 14.60 |
| | 14.50 |
| | 14.55 |
| | 14.70 |

14.72
14.96
14.90
14.86
14.90
14.98
14.95
15.00
14.94
14.92
15.03
15.03
14.92
14.87
14.91
15.01
14.93
14.98
14.85
14.74
14.87
14.94
14.94
15.01
14.89
15.02
15.00
15.00
15.01
15.04
14.98
15.04
15.05
15.00
14.94
15.04
15.07
15.05
14.92
14.91
14.91
14.92
15.01
15.08
15.00
14.94
14.90
14.80
14.82
14.81
14.85
14.87
14.88
14.93
14.98
14.99
15.07
14.97
14.98
14.88
14.88
14.89

14.61
14.72
14.88
14.90
15.00
14.98
14.98
15.00
14.99
15.10
15.10
15.05
15.01
15.04
14.93
14.89
14.82
14.75
14.75
14.60
14.49
14.58
14.79
14.66
14.60
14.72
14.60
14.59
14.55
14.55
14.68
14.66
14.54
14.63
14.72
14.59
14.62
14.62
14.72
14.60
14.63
14.45
14.45
14.33
14.33
14.42
14.23
14.19
14.04
14.11
14.08
14.06
14.00
14.00
14.08
14.23
14.16
14.18
14.29
14.37
14.55
14.35

14.30
14.41
14.35
14.30
14.41
14.37
14.35
14.37
14.50
14.75
14.75
14.84
14.89
14.94
14.93
15.01
15.10
15.13
15.11
15.07
15.12
14.96
14.99
15.00
15.02
14.99
15.00
15.00
15.05
14.94
15.09
15.00
15.07
15.08
15.07
15.06
15.05
15.04
14.93
14.91
14.99
14.94
14.88
14.89
14.77
14.81
14.85
14.80
14.76
14.78
14.77
14.87
14.81
14.91
14.94
14.86
14.86
14.86
14.90
14.93
14.93
14.95

| | |
|---|---|
| | 14.87 |
| | 14.92 |
| | 14.81 |
| | 14.87 |
| | 14.65 |
| | 14.73 |
| | 14.71 |
| | 14.75 |
| | 14.83 |
| | 14.89 |
| | 14.91 |
| | 14.86 |
| | 14.80 |
| | 14.78 |
| | 14.80 |
| | 14.84 |
| 10/31/06 | 14.89 |

PAST PERFORMANCE IS NOT PREDICTIVE OF FUTURE RESULTS.

---

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 federal income tax rate of 28%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.

16

Nuveen Insured Tax-Free Advantage Municipal Fund

NEA

Performance
OVERVIEW As of October 31, 2006

---

CREDIT QUALITY
(as a % of total investments)

[PIE CHART]

| | |
|---|---|
| Insured | 81% |
| U.S. Guaranteed | 9% |
| AAA (Uninsured) | 3% |
| AA (Uninsured) | 2% |
| A (Uninsured) | 3% |
| BBB (Uninsured) | 2% |

---

---

2005-2006 MONTHLY TAX-FREE DIVIDENDS PER SHARE

[BAR CHART]

0.0620 0.0620 0.0620 0.0620 0.0620 0.0620 0.0620 0.0620 0.0620 0.0620 0.0590 0.0590

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

SHARE PRICE PERFORMANCE

[LINE CHART]

| Date | Weekly Closing Price |
|---|---|
| 11/01/05 | 13.47 |
| | 13.44 |
| | 13.37 |
| | 13.18 |
| | 13.31 |
| | 13.33 |
| | 13.27 |
| | 13.20 |
| | 13.16 |
| | 13.06 |
| | 13.02 |
| | 13.15 |
| | 13.08 |
| | 13.15 |
| | 13.17 |
| | 13.09 |
| | 13.09 |
| | 13.07 |
| | 13.17 |
| | 13.05 |
| | 12.98 |
| | 13.12 |
| | 13.09 |
| | 13.08 |
| | 13.10 |
| | 13.01 |
| | 13.13 |
| | 13.09 |
| | 13.16 |
| | 13.09 |
| | 13.11 |
| | 13.10 |
| | 13.09 |
| | 13.04 |
| | 13.01 |
| | 13.01 |
| | 13.04 |
| | 13.12 |
| | 13.11 |
| | 13.23 |
| | 13.35 |
| | 13.34 |
| | 13.34 |
| | 13.56 |
| | 13.63 |
| | 13.68 |
| | 13.70 |

13.71
13.68
13.68
13.94
13.65
13.60
13.70
13.74
13.72
13.81
14.01
13.93
13.83
13.95
13.83
13.88
13.84
13.70
13.62
13.60
13.60
13.67
13.73
13.75
13.95
13.84
13.92
13.90
14.00
14.05
14.07
14.02
14.04
14.10
14.10
14.07
14.02
13.85
13.85
13.80
13.80
13.95
13.87
13.71
13.65
13.80
13.75
13.82
13.73
13.57
13.67
13.63
13.75
13.71
13.73
13.75
13.69
13.78
13.80
13.79
13.84
13.75

13.72
13.65
13.56
13.48
13.50
13.56
13.73
13.60
13.59
13.65
13.66
13.70
13.70
13.75
13.71
13.71
13.79
13.85
13.90
13.90
13.85
13.74
13.75
13.72
13.70
13.75
13.84
14.01
13.71
13.75
13.83
13.71
13.79
13.76
13.59
13.55
13.53
13.70
13.85
13.79
13.59
13.58
13.50
13.54
13.53
13.58
13.60
13.53
13.48
13.46
13.48
13.44
13.48
13.48
13.46
13.52
13.62
13.53
13.65
13.61
13.84
13.75

13.81
13.88
14.05
13.99
14.18
14.10
14.08
13.99
14.05
14.02
14.08
14.04
14.20
14.20
14.12
14.21
14.22
14.24
14.25
14.39
14.50
14.51
14.47
14.47
14.40
14.48
14.39
14.30
14.31
14.33
14.30
14.34
14.37
14.42
14.35
14.40
14.39
14.49
14.42
14.45
14.52
14.46
14.47
14.31
14.33
14.29
14.29
14.35
14.24
14.36
14.33
14.35
14.39
14.45
14.39
14.36
14.40
14.49
14.59
14.50
14.46
14.46

| | |
|---|---|
| | 14.56 |
| | 14.58 |
| | 14.56 |
| | 14.55 |
| | 14.57 |
| | 14.49 |
| | 14.47 |
| | 14.38 |
| | 14.43 |
| | 14.33 |
| | 14.40 |
| | 14.35 |
| | 14.34 |
| | 14.35 |
| | 14.37 |
| | 14.30 |
| | 14.30 |
| | 14.39 |
| | 14.30 |
| | 14.30 |
| | 14.29 |
| 10/31/06 | 14.35 |

PAST PERFORMANCE IS NOT PREDICTIVE OF FUTURE RESULTS.

FUND SNAPSHOT

| | |
|---|---|
| Common Share Price | $ 14.35 |
| Common Share Net Asset Value | $ 14.93 |
| Premium/(Discount) to NAV | -3.88% |
| Market Yield | 4.93% |
| Taxable-Equivalent Yield 1 | 6.85% |
| Net Assets Applicable to Common Shares ($000) | $ 276,506 |
| Average Effective Maturity on Securities (Years) | 19.81 |
| Leverage-Adjusted Duration | 7.94 |

AVERAGE ANNUAL TOTAL RETURN
(Inception 11/21/02)

| | ON SHARE PRICE | ON NAV |
|---|---|---|
| 1-Year | 12.82% | 7.82% |
| Since Inception | 4.72% | 6.89% |

STATES
(as a % of total investments)

| | |
|---|---|
| California | 19.2% |
| Texas | 8.6% |
| Michigan | 7.7% |
| New York | 6.8% |
| Washington | 6.1% |
| Indiana | 5.8% |
| Pennsylvania | 5.8% |
| Alabama | 5.5% |
| South Carolina | 4.9% |
| Wisconsin | 4.4% |
| Massachusetts | 3.3% |
| Arizona | 2.5% |
| Colorado | 2.5% |
| Illinois | 2.5% |
| Other | 14.4% |

INDUSTRIES
(as a % of total investments)

| | |
|---|---|
| Tax Obligation/General | 27.2% |
| Tax Obligation/Limited | 26.2% |
| Health Care | 13.4% |
| Utilities | 9.5% |
| U.S. Guaranteed | 8.7% |
| Transportation | 7.0% |
| Other | 8.0% |

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 federal income tax rate of 28%. When comparing this Fund to investments that generate qualified dividend income, the Taxable-Equivalent Yield is lower.



Shareholder
MEETING REPORT

The Annual Shareholder Meeting was held on August 1, 2006, at The Northern Trust Company, 50 South LaSalle Street, Chicago, Illinois 60675.

| | NQI | | NIO | |
|---|---|---|---|---|
| APPROVAL OF THE BOARD MEMBERS WAS REACHED AS FOLLOWS: | | | | |
| | Common and MuniPreferred shares voting together as a class | MuniPreferred shares voting together as a class | Common and MuniPreferred shares voting together as a class | MuniPreferred shares voting together as a class |
| Robert P. Bremner | | | | |
| For | 32,238,455 | -- | 71,979,626 | -- |
| Withhold | 582,095 | -- | 716,295 | -- |
| Total | 32,820,550 | -- | 72,695,921 | -- |
| Lawrence H. Brown | | | | |
| For | 32,254,410 | -- | 71,999,392 | -- |
| Withhold | 566,140 | -- | 696,529 | -- |
| Total | 32,820,550 | -- | 72,695,921 | -- |
| Jack B. Evans | | | | |
| For | 32,245,601 | -- | 71,990,365 | -- |
| Withhold | 574,949 | -- | 705,556 | -- |
| Total | 32,820,550 | -- | 72,695,921 | -- |
| William C. Hunter | | | | |
| For | 32,259,218 | -- | 72,014,623 | -- |
| Withhold | 561,332 | -- | 681,298 | -- |
| Total | 32,820,550 | -- | 72,695,921 | -- |
| David J. Kundert | | | | |
| For | 32,251,880 | -- | 72,005,412 | -- |
| Withhold | 568,670 | -- | 690,509 | -- |
| Total | 32,820,550 | -- | 72,695,921 | -- |
| William J. Schneider | | | | |
| For | -- | 11,492 | -- | 25,195 |
| Withhold | -- | 29 | -- | 314 |
| Total | -- | 11,521 | -- | 25,509 |
| Timothy R. Schwertfeger | | | | |
| For | -- | 11,491 | -- | 25,195 |
| Withhold | -- | 30 | -- | 314 |
| Total | -- | 11,521 | -- | 25,509 |
| Judith M. Stockdale | | | | |
| For | 32,243,979 | -- | 71,998,805 | -- |

| | | | | |
|---|---|---|---|---|
| Withhold | 576,571 | -- | 697,116 | -- |
| Total | 32,820,550 | -- | 72,695,921 | -- |
| Eugene S. Sunshine | | | | |
| For | 32,253,943 | -- | 72,008,705 | -- |
| Withhold | 566,607 | -- | 687,216 | -- |
| Total | 32,820,550 | -- | 72,695,921 | -- |



| | NPX | | NVG | |
|---|---|---|---|---|
| APPROVAL OF THE BOARD MEMBERS WAS REACHED AS FOLLOWS: | | | | |
| | Common and MuniPreferred shares voting together as a class | MuniPreferred shares voting together as a class | Common and MuniPreferred shares voting together as a class | MuniPreferred shares voting together as a class |
| Robert P. Bremner | | | | |
| For | 34,175,124 | -- | 28,127,919 | -- |
| Withhold | 352,757 | -- | 111,800 | -- |
| Total | 34,527,881 | -- | 28,239,719 | -- |
| Lawrence H. Brown | | | | |
| For | 34,168,776 | -- | 28,123,917 | -- |
| Withhold | 359,105 | -- | 115,802 | -- |
| Total | 34,527,881 | -- | 28,239,719 | -- |
| Jack B. Evans | | | | |
| For | 34,159,360 | -- | 28,127,016 | -- |
| Withhold | 368,521 | -- | 112,703 | -- |
| Total | 34,527,881 | -- | 28,239,719 | -- |
| William C. Hunter | | | | |
| For | 34,169,095 | -- | 28,128,777 | -- |
| Withhold | 358,786 | -- | 110,942 | -- |
| Total | 34,527,881 | -- | 28,239,719 | -- |
| David J. Kundert | | | | |
| For | 34,175,624 | -- | 28,126,977 | -- |
| Withhold | 352,257 | -- | 112,742 | -- |
| Total | 34,527,881 | -- | 28,239,719 | -- |

| | | | | |
|---|---|---|---|---|
| William J. Schneider | | | | |
| For | -- | 9,872 | -- | 8,641 |
| Withhold | -- | 4 | -- | 36 |
| Total | -- | 9,876 | -- | 8,677 |
| Timothy R. Schwertfeger | | | | |
| For | -- | 9,872 | -- | 8,641 |
| Withhold | -- | 4 | -- | 36 |
| Total | -- | 9,876 | -- | 8,677 |
| Judith M. Stockdale | | | | |
| For | 34,174,404 | -- | 28,127,919 | -- |
| Withhold | 353,477 | -- | 111,800 | -- |
| Total | 34,527,881 | -- | 28,239,719 | -- |
| Eugene S. Sunshine | | | | |
| For | 34,169,387 | -- | 28,129,633 | -- |
| Withhold | 358,494 | -- | 110,086 | -- |
| Total | 34,527,881 | -- | 28,239,719 | -- |



Report of
INDEPENDENT REGISTERED
PUBLIC ACCOUNTING FIRM

THE BOARD OF DIRECTORS/TRUSTEES AND SHAREHOLDERS
NUVEEN INSURED QUALITY MUNICIPAL FUND, INC.
NUVEEN INSURED MUNICIPAL OPPORTUNITY FUND, INC.
NUVEEN PREMIER INSURED MUNICIPAL INCOME FUND, INC.
NUVEEN INSURED PREMIUM INCOME MUNICIPAL FUND 2
NUVEEN INSURED DIVIDEND ADVANTAGE MUNICIPAL FUND
NUVEEN INSURED TAX-FREE ADVANTAGE MUNICIPAL FUND

We have audited the accompanying statements of assets and liabilities, including the portfolios of investments, of Nuveen Insured Quality Municipal Fund, Inc., Nuveen Insured Municipal Opportunity Fund, Inc., Nuveen Premier Insured Municipal Income Fund, Inc., Nuveen Insured Premium Income Municipal Fund 2, Nuveen Insured Dividend Advantage Municipal Fund and Nuveen Insured Tax-Free Advantage Municipal Fund (the "Funds") as of October 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 October 31, 2006, by correspondence with the custodian and brokers or by other appropriate auditing procedures where replies from brokers were not received. 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 Insured Quality Municipal Fund, Inc., Nuveen Insured Municipal Opportunity Fund, Inc., Nuveen Premier Insured Municipal Income Fund, Inc., Nuveen Insured Premium Income Municipal Fund 2, Nuveen Insured Dividend Advantage Municipal Fund and Nuveen Insured Tax-Free Advantage Municipal Fund at October 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 the financial highlights for each of the periods indicated therein in conformity with U.S. generally accepted accounting principles.

/s/ Ernst & Young LLP

Chicago, Illinois
December 14, 2006

20

Nuveen Insured Quality Municipal Fund, Inc. (NQI)

Portfolio of
INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | ALABAMA - 1.5% (1.0% OF TOTAL INVESTMENTS) | |
| $ 1,135 | Birmingham Waterworks and Sewerage Board, Alabama, Water and Sewerage Revenue Bonds, Series 2002B, 5.250%, 1/01/20 - MBIA Insured | 1/13 at 100 |
| 7,500 | Huntsville Healthcare Authority, Alabama, Revenue Bonds, Series 2005A, 5.000%, 6/01/24 - MBIA Insured | 6/15 at 100 |
| 8,635 | Total Alabama | |
| | ARIZONA - 1.6% (1.1% OF TOTAL INVESTMENTS) | |

| | | |
|---|---|---|
| 9,200 | Phoenix, Arizona, Civic Improvement Corporation, Senior Lien Airport Revenue Bonds, Series 2002B, 5.250%, 7/01/32 - FGIC Insured (Alternative Minimum Tax) | 7/12 at 100 |
| | ARKANSAS - 0.8% (0.5% OF TOTAL INVESTMENTS) | |
| 4,250 | University of Arkansas, Fayetteville, Revenue Bonds, Medical Sciences Campus, Series 2004B, 5.000%, 11/01/24 - MBIA Insured | 11/14 at 100 |
| | CALIFORNIA - 28.5% (18.9% OF TOTAL INVESTMENTS) | |
| 1,500 | Acalanes Union High School District, Contra Costa County, California, General Obligation Bonds, Series 2005, 5.000%, 8/01/24 - FGIC Insured | 8/15 at 100 |
| | California Department of Water Resources, Water System Revenue Bonds, Central Valley Project, Series 2005AC: | |
| 4,045 | 5.000%, 12/01/24 - MBIA Insured | 12/14 at 100 |
| 4,000 | 5.000%, 12/01/26 - MBIA Insured | 12/14 at 100 |
| 1,275 | California Educational Facilities Authority, Revenue Bonds, Occidental College, Series 2005A, 5.250%, 10/01/23 - MBIA Insured | 10/15 at 100 |
| 2,370 | California Infrastructure Economic Development Bank, First Lien Revenue Bonds, San Francisco Bay Area Toll Bridge, Series 2003A. Residuals Series 1485, 7.327%, 7/01/33 (Pre-refunded 1/01/28) - AMBAC Insured (IF) | 1/28 at 100 |
| 13,175 | California Pollution Control Financing Authority, Revenue Refunding Bonds, Southern California Edison Company, Series 1999A, 5.450%, 9/01/29 - MBIA Insured | 9/09 at 101 |
| 8,000 | California, General Obligation Bonds, Series 2002, 5.000%, 10/01/32 - MBIA Insured | 10/12 at 100 |
| 3,750 | California, General Obligation Bonds, Series 2004, 5.000%, 4/01/31 - AMBAC Insured | 4/14 at 100 |
| 20,500 | California, General Obligation Refunding Bonds, Series 2002, 5.000%, 4/01/27 - AMBAC Insured | 4/12 at 100 |
| 2,340 | Cerritos Public Financing Authority, California, Tax Allocation Revenue Bonds, Los Cerritos Redevelopment Projects, Series 2002A, 5.000%, 11/01/24 - AMBAC Insured | 11/17 at 102 |
| 5,000 | Clovis Unified School District, Fresno County, California, General Obligation Bonds, Series 2001A, 0.000%, 8/01/25 - FGIC Insured | No Opt. C |
| | Foothill/Eastern Transportation Corridor Agency, California, Toll Road Revenue Refunding Bonds, Series 1999: | |
| 22,985 | 0.000%, 1/15/24 - MBIA Insured | 1/10 at 44 |
| 22,000 | 0.000%, 1/15/31 - MBIA Insured | 1/10 at 29 |
| 50,000 | 0.000%, 1/15/37 - MBIA Insured | 1/10 at 20 |
| 5,000 | Garden Grove, California, Certificates of Participation, Financing Project, Series 2002A, 5.125%, 3/01/32 - AMBAC Insured | 3/12 at 101 |
| 5,500 | Golden State Tobacco Securitization Corporation, California, | 6/15 at 100 |

| | | |
|---|---|---|
| | Tobacco Settlement Asset-Backed Revenue Bonds, Series 2005A, 5.000%, 6/01/35 - FGIC Insured | |
| 3,795 | Kern Community College District, California, General Obligation Bonds, Series 2005, 5.000%, 11/01/20 - FSA Insured | 11/15 at 100 |
| 5,795 | Kern Community College District, California, General Obligation Bonds, Series 2006, 0.000%, 11/01/25 - FSA Insured | No Opt. C |



Nuveen Insured Quality Municipal Fund, Inc. (NQI) (continued)

Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | CALIFORNIA (continued) | |
| $ 5,423 | Moreno Valley Public Finance Authority, California, GNMA Collateralized Assisted Living Housing Revenue Bonds, CDC Assisted Living Project, Series 2000A, 7.500%, 1/20/42 | 1/12 at 105. |
| 5,650 | Ontario Redevelopment Financing Authority, San Bernardino County, California, Revenue Bonds, Redevelopment Project 1, Series 1993, 5.850%, 8/01/22 - MBIA Insured (ETM) | 2/07 at 100 |
| 3,615 | Pasadena Unified School District, Los Angeles County, California, General Obligation Bonds, Series 2003D, 5.000%, 5/01/24 (Pre-refunded 5/01/13) - MBIA Insured | 5/13 at 100 |
| 2,590 | Riverside County Public Financing Authority, California, Tax Allocation Bonds, Multiple Projects, Series 2004, 5.000%, 10/01/25 - XLCA Insured | 10/14 at 100 |
| 2,000 | San Diego Redevelopment Agency, California, Subordinate Lien Tax Allocation Bonds, Centre City Project, Series 2004A, 5.000%, 9/01/21 - XLCA Insured | 9/14 at 100 |
| | San Francisco Airports Commission, California, Revenue Refunding Bonds, San Francisco International Airport, Second Series 2001, Issue 27A: | |
| 7,200 | 5.125%, 5/01/21 - MBIA Insured (Alternative Minimum Tax) | 5/11 at 100 |
| 12,690 | 5.250%, 5/01/31 - MBIA Insured (Alternative Minimum Tax) | 5/11 at 100 |
| | San Francisco Bay Area Rapid Transit District, California, Sales Tax Revenue Bonds, Series 2005A: | |
| 2,000 | 5.000%, 7/01/21 - MBIA Insured | 7/15 at 100 |
| 3,655 | 5.000%, 7/01/22 - MBIA Insured | 7/15 at 100 |
| 3,840 | 5.000%, 7/01/23 - MBIA Insured | 7/15 at 100 |
| 3,500 | Saugus Union School District, Los Angeles County, California, | No Opt. C |

| | | |
|---|---|---|
| | General Obligation Bonds, Series 2006, 0.000%, 8/01/23 - FGIC Insured | |
| 1,000 | Sierra Joint Community College District, Tahoe Truckee, California, General Obligation Bonds, School Facilities Improvement District 1, Series 2005A, 5.000%, 8/01/27 - FGIC Insured | 8/14 at 100 |
| 1,575 | Sierra Joint Community College District, Western Nevada, California, General Obligation Bonds, School Facilities Improvement District 2, Series 2005A, 5.000%, 8/01/27 - FGIC Insured | 8/14 at 100 |
| 3,600 | Ventura County Community College District, California, General Obligation Bonds, Series 2005B, 5.000%, 8/01/28 - MBIA Insured | 8/15 at 100 |
| 239,368 | Total California | |
| | COLORADO - 1.7% (1.1% OF TOTAL INVESTMENTS) | |
| 2,015 | Board of Trustees of the University of Northern Colorado, Revenue Bonds, Series 2005, 5.000%, 6/01/22 - FSA Insured | 6/15 at 100 |
| 4,335 | Denver City and County, Colorado, Airport Revenue Bonds, Series 2006, 7.281%, 11/15/25 - FGIC Insured (IF) | 11/16 at 100 |
| 1,250 | Jefferson County School District R1, Colorado, General Obligation Bonds, Series 2004, 5.000%, 12/15/24 - FSA Insured | 12/14 at 100 |
| 1,000 | University of Colorado, Enterprise System Revenue Bonds, Series 2005, 5.000%, 6/01/30 - FGIC Insured | 6/15 at 100 |
| 8,600 | Total Colorado | |
| | CONNECTICUT - 0.4% (0.2% OF TOTAL INVESTMENTS) | |
| 2,000 | Connecticut, General Obligation Bonds, Series 2004D, 5.000%, 12/01/22 - MBIA Insured | 12/14 at 100 |
| | DISTRICT OF COLUMBIA - 1.4% (0.9% OF TOTAL INVESTMENTS) | |
| 8,000 | Washington Convention Center Authority, District of Columbia, Senior Lien Dedicated Tax Revenue Bonds, Series 1998, 5.000%, 10/01/21 - AMBAC Insured | 10/08 at 101 |
| | FLORIDA - 7.5% (5.0% OF TOTAL INVESTMENTS) | |
| 3,450 | Collier County, Florida, Capital Improvement Revenue Bonds, Series 2005, 5.000%, 10/01/24 - MBIA Insured | 10/14 at 100 |
| 3,250 | Florida State Board of Education, Full Faith and Credit Public Education Capital Outlay Bonds, Series 2003J, 5.000%, 6/01/22 - AMBAC Insured | 6/13 at 101 |
| 20,000 | Lee County, Florida, Airport Revenue Bonds, Series 2000A, 5.750%, 10/01/25 - FSA Insured (Alternative Minimum Tax) | 10/10 at 101 |

22

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | FLORIDA (continued) | |
| $ 4,115 | Miami-Dade County Housing Finance Authority, Florida, Multifamily Housing Revenue Bonds, Monterey Pointe Apartments, Series 2001-2A, 5.850%, 7/01/37 - FSA Insured (Alternative Minimum Tax) | 7/11 at 100 |
| 7,000 | Miami-Dade County, Florida, Aviation Revenue Bonds, Miami International Airport, Series 2002, 5.375%, 10/01/32 - FGIC Insured (Alternative Minimum Tax) | 10/12 at 100 |
| 3,780 | Palm Beach County School Board, Florida, Certificates of Participation, Series 2003A, 5.000%, 8/01/16 - AMBAC Insured | 8/13 at 100 |
| 41,595 | Total Florida | |
| | GEORGIA - 0.3% (0.1% OF TOTAL INVESTMENTS) | |
| 1,000 | Atlanta, Georgia, Water and Wastewater Revenue Bonds, Series 2004, 5.000%, 11/01/22 - FSA Insured | 11/14 at 100 |
| | HAWAII - 6.0% (4.0% OF TOTAL INVESTMENTS) | |
| 1,620 | Hawaii County, Hawaii, General Obligation Bonds, Series 2003A, 5.000%, 7/15/21 - FSA Insured | 7/13 at 100 |
| 16,180 | Hawaii Department of Budget and Finance, Special Purpose Revenue Bonds, Hawaiian Electric Company Inc., Series 1996A, 6.200%, 5/01/26 - MBIA Insured (Alternative Minimum Tax) | 11/06 at 101 |
| | Hawaii Department of Transportation, Airport System Revenue Refunding Bonds, Series 2000B: | |
| 8,785 | 6.625%, 7/01/18 - FGIC Insured (Alternative Minimum Tax) | 7/10 at 101 |
| 7,000 | 6.000%, 7/01/19 - FGIC Insured (Alternative Minimum Tax) | 7/10 at 101 |
| 33,585 | Total Hawaii | |
| | ILLINOIS - 15.2% (10.1% OF TOTAL INVESTMENTS) | |
| 9,500 | Chicago, Illinois, Second Lien General Airport Revenue Refunding Bonds, O'Hare International Airport, Series 1999, 5.500%, 1/01/15 - AMBAC Insured (Alternative Minimum Tax) | 1/10 at 101 |
| 2,875 | Chicago, Illinois, Third Lien General Airport Revenue Bonds, O'Hare International Airport, Series 2005A, 5.250%, 1/01/24 - MBIA Insured | 1/16 at 100 |

| | | |
|---|---|---|
| 25,000 | Illinois Health Facilities Authority, Revenue Bonds, Iowa Health System, Series 2000, 5.875%, 2/15/30 - AMBAC Insured (ETM) | 2/10 at 101 |
| 13,275 | Illinois, General Obligation Bonds, Illinois FIRST Program, Series 2001, 5.250%, 5/01/26 - FSA Insured | 5/11 at 100 |
| 15,785 | Illinois, General Obligation Bonds, Illinois FIRST Program, Series 2002, 5.250%, 4/01/27 - FSA Insured | 4/12 at 100 |
| 18,000 | Metropolitan Pier and Exposition Authority, Illinois, Revenue Bonds, McCormick Place Expansion Project, Series 2002A, 0.000%, 12/15/24 - MBIA Insured | No Opt. C |
| 10,000 | University of Illinois, Certificates of Participation, Utility Infrastructure Projects, Series 2001B, 5.250%, 8/15/21 (Pre-refunded 8/15/11) - AMBAC Insured | 8/11 at 100 |
| 94,435 | Total Illinois | |
| | INDIANA - 1.6% (1.1% OF TOTAL INVESTMENTS) | |
| 7,790 | Indiana Transportation Finance Authority, Highway Revenue Bonds, Series 1990A, 7.250%, 6/01/15 - AMBAC Insured | No Opt. C |
| | KANSAS - 0.5% (0.4% OF TOTAL INVESTMENTS) | |
| 3,000 | Wichita, Kansas, Water and Sewerage Utility Revenue Bonds, Series 2003, 5.000%, 10/01/21 - FGIC Insured | 10/13 at 100 |
| | KENTUCKY - 5.7% (3.8% OF TOTAL INVESTMENTS) | |
| 3,015 | Kentucky Asset/Liability Commission, General Fund Revenue Project Notes, First Series 2005, 5.000%, 5/01/25 - MBIA Insured | 5/15 at 100 |
| | Kentucky Economic Development Finance Authority, Health System Revenue Bonds, Norton Healthcare Inc., Series 2000C: | |
| 2,530 | 6.150%, 10/01/27 - MBIA Insured | 10/13 at 101 |
| 12,060 | 6.150%, 10/01/28 - MBIA Insured | 10/13 at 101 |





| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | KENTUCKY (continued) | |

| | | | |
|---|---|---|---|
| | | Kentucky Economic Development Finance Authority, Health System Revenue Bonds, Norton Healthcare Inc., Series 2000C: | |
| $ | 3,815 | 6.150%, 10/01/27 (Pre-refunded 10/01/13) - MBIA Insured | 10/13 at 101 |
| | 6,125 | 6.150%, 10/01/28 (Pre-refunded 10/01/13) - MBIA Insured | 10/13 at 101 |
| | 2,230 | Kentucky State Property and Buildings Commission, Revenue Bonds, Project 85, Series 2005, 5.000%, 8/01/23 - FSA Insured | 8/15 at 100 |
| | 29,775 | Total Kentucky | |
| | | LOUISIANA - 1.4% (0.9% OF TOTAL INVESTMENTS) | |
| | 2,040 | Louisiana State, Gas Tax Revenue Bonds, Series 2006, 4.500%, 5/01/41 (WI/DD, Settling 11/02/06) - FGIC Insured | 5/16 at 100 |
| | 2,310 | Louisiana State, Gasoline Tax Revenue Bonds, Series 2006, Residuals 660-1, 5.850%, 5/01/41 (WI/DD, Settling 11/02/06) - FGIC Insured (IF) | 5/16 at 100 |
| | 275 | Louisiana State, Gasoline Tax Revenue Bonds, Series 2006, Residuals 661, 6.597%, 5/01/39 (WI/DD, Settling 11/02/06) - FSA Insured (IF) | 5/16 at 100 |
| | 3,515 | Orleans Levee District, Louisiana, Levee District General Obligation Bonds, Series 1986, 5.950%, 11/01/15 - FSA Insured | 12/06 at 10 |
| | 8,140 | Total Louisiana | |
| | | MAINE - 1.4% (1.0% OF TOTAL INVESTMENTS) | |
| | 8,000 | Maine Health and Higher Educational Facilities Authority, Revenue Bonds, Series 1999B, 6.000%, 7/01/29 - MBIA Insured | 7/09 at 101 |
| | | MARYLAND - 1.8% (1.2% OF TOTAL INVESTMENTS) | |
| | 2,100 | Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Western Maryland Health, Series 2006A, 4.750%, 7/01/36 (WI/DD, Settling 11/16/06) - MBIA Insured | 7/16 at 100 |
| | 7,535 | Maryland Transportation Authority, Airport Parking Revenue Bonds, Baltimore-Washington International Airport Passenger Facility, Series 2002B, 5.500%, 3/01/18 - AMBAC Insured (Alternative Minimum Tax) | 3/12 at 101 |
| | 9,635 | Total Maryland | |
| | | MASSACHUSETTS - 2.4% (1.6% OF TOTAL INVESTMENTS) | |
| | 5,000 | Massachusetts Bay Transportation Authority, Senior Sales Tax Revenue Refunding Bonds, Series 2002A, 5.000%, 7/01/27 (Pre-refunded 7/01/12) - FGIC Insured | 7/12 at 100 |
| | 1,680 | Massachusetts College Building Authority, Project Revenue Bonds, Series 2006A, 5.000%, 5/01/36 - AMBAC Insured | 5/16 at 100 |
| | 1,100 | Massachusetts Water Resources Authority, General Revenue Bonds, | 8/17 at 100 |

| | | |
|---|---|---|
| | Series 2005A, 5.250%, 8/01/26 - MBIA Insured | |
| | Massachusetts, Special Obligation Dedicated Tax Revenue Bonds, Series 2004: | |
| 1,250 | 5.250%, 1/01/21 (Pre-refunded 1/01/14) - FGIC Insured | 1/14 at 100 |
| 1,000 | 5.250%, 1/01/22 (Pre-refunded 1/01/14) - FGIC Insured | 1/14 at 100 |
| 1,195 | 5.250%, 1/01/23 (Pre-refunded 1/01/14) - FGIC Insured | 1/14 at 100 |
| 2,000 | 5.250%, 1/01/24 (Pre-refunded 1/01/14) - FGIC Insured | 1/14 at 100 |
| 13,225 | Total Massachusetts | |
| | MICHIGAN - 0.8% (0.6% OF TOTAL INVESTMENTS) | |
| 4,750 | Michigan Strategic Fund, Collateralized Limited Obligation Pollution Control Revenue Refunding Bonds, Detroit Edison Company, Series 1999A, 5.550%, 9/01/29 - MBIA Insured (Alternative Minimum Tax) | 9/09 at 102 |
| | MINNESOTA - 0.0% (0.0% OF TOTAL INVESTMENTS) | |
| 12 | St. Louis Park, Minnesota, GNMA Mortgage-Backed Securities Program Single Family Residential Mortgage Revenue Bonds, Series 1991A, 7.250%, 4/20/23 | 4/07 at 100 |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | MISSISSIPPI - 1.4% (0.9% OF TOTAL INVESTMENTS) | |
| $ 2,715 | Harrison County Wastewater Management District, Mississippi, Revenue Refunding Bonds, Wastewater Treatment Facilities, Series 1991B, 7.750%, 2/01/14 - FGIC Insured | No Opt. C |
| 2,545 | Harrison County Wastewater Management District, Mississippi, Wastewater Treatment Facilities Revenue Refunding Bonds, Series 1991A, 8.500%, 2/01/13 - FGIC Insured | No Opt. C |
| 1,440 | Mississippi Home Corporation, GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 1996C, 7.600%, 6/01/29 (Alternative Minimum Tax) | 12/06 at 105 |
| 6,700 | Total Mississippi | |
| | NEVADA - 7.0% (4.7% OF TOTAL INVESTMENTS) | |
| 33,700 | Director of Nevada State Department of Business and Industry, Revenue Bonds, Las Vegas Monorail Project, First Tier, Series | 1/10 at 100 |

| | | |
|---|---|---|
| | 2000, 5.375%, 1/01/40 - AMBAC Insured | |
| 5,720 | Reno, Nevada, Senior Lien Sales and Room Tax Revenue Bonds, Reno Transportation Rail Access Corridor Project, Series 2002, 5.125%, 6/01/32 (Pre-refunded 6/01/12) - AMBAC Insured | 6/12 at 100 |
| 39,420 | Total Nevada | |
| | NEW JERSEY - 1.1% (0.7% OF TOTAL INVESTMENTS) | |
| | New Jersey Economic Development Authority, Revenue Bonds, Motor Vehicle Surcharge, Series 2004A: | |
| 1,700 | 5.000%, 7/01/22 - MBIA Insured | 7/14 at 100 |
| 1,700 | 5.000%, 7/01/23 - MBIA Insured | 7/14 at 100 |
| 2,500 | New Jersey Turnpike Authority, Revenue Bonds, Series 2003A, 5.000%, 1/01/19 - FGIC Insured | 7/13 at 100 |
| 5,900 | Total New Jersey | |
| | NEW MEXICO - 1.1% (0.7% OF TOTAL INVESTMENTS) | |
| | New Mexico Finance Authority, Public Project Revolving Fund Revenue Bonds, Series 2004C: | |
| 1,420 | 5.000%, 6/01/22 - AMBAC Insured | 6/14 at 100 |
| 3,290 | 5.000%, 6/01/23 - AMBAC Insured | 6/14 at 100 |
| 1,530 | New Mexico State University, Revenue Bonds, Series 2004, 5.000%, 4/01/23 - AMBAC Insured | 4/14 at 100 |
| 6,240 | Total New Mexico | |
| | NEW YORK - 15.5% (10.3% OF TOTAL INVESTMENTS) | |
| 11,760 | Dormitory Authority of the State of New York, New York City, Lease Revenue Bonds, Court Facilities, Series 1999, 5.750%, 5/15/30 (Pre-refunded 5/15/10) - AMBAC Insured | 5/10 at 101 |
| 1,100 | Dormitory Authority of the State of New York, Revenue Bonds, Mental Health Services Facilities Improvements, Series 2005A, 5.000%, 2/15/24 - AMBAC Insured | 2/15 at 100 |
| 15,000 | Dormitory Authority of the State of New York, Revenue Bonds, School Districts Financing Program, Series 2002D, 5.500%, 10/01/17 - MBIA Insured | 10/12 at 100 |
| 5,000 | Long Island Power Authority, New York, Electric System General Revenue Bonds, Series 2006A, 5.000%, 12/01/25 - FGIC Insured | 6/16 at 100 |
| 8,000 | Metropolitan Transportation Authority, New York, State Service Contract Refunding Bonds, Series 2002A, 5.000%, 7/01/25 - FGIC Insured | 7/12 at 100 |
| 1,630 | New York City Sales Tax Asset Receivable Corporation, New York, Dedicated Revenue Bonds, Local Government Assistance Corporation, Series 2004A, 5.000%, 10/15/24 - MBIA Insured | 10/14 at 100 |
| 10,255 | New York State Housing Finance Agency, Mortgage Revenue Refunding Bonds, Housing Project, Series 1996A, 6.125%, 11/01/20 - FSA | 11/06 at 102 |

| | | |
|---|---|---|
| | Insured | |
| 4,200 | New York State Mortgage Agency, Homeowner Mortgage Revenue Bonds, Series 82, 5.550%, 10/01/19 - MBIA Insured (Alternative Minimum Tax) | 10/09 at 100 |
| 10,120 | New York State Thruway Authority, General Revenue Bonds, Series 2005G, 5.000%, 1/01/26 - FSA Insured | 7/15 at 100 |
| 1,950 | New York State Thruway Authority, Highway and Bridge Trust Fund Bonds, Second Generation, Series 2005B, 5.000%, 4/01/21 - AMBAC Insured | 10/15 at 100 |
| 6,595 | New York State Thruway Authority, State Personal Income Tax Revenue Bonds, Series 2005A, 5.000%, 3/15/25 - FSA Insured | 3/15 at 100 |



Nuveen Insured Quality Municipal Fund, Inc. (NQI) (continued)

Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | NEW YORK (continued) | |
| | New York State Urban Development Corporation, Service Contract Revenue Bonds, Series 2005B: | |
| $ 2,460 | 5.000%, 3/15/24 - FSA Insured | 3/15 at 100 |
| 2,465 | 5.000%, 3/15/25 - FSA Insured | 3/15 at 100 |
| 5,000 | Triborough Bridge and Tunnel Authority, New York, Subordinate Lien General Purpose Revenue Bonds, Series 2003A, 5.000%, 11/15/32 - FGIC Insured | 11/13 at 100 |
| 85,535 | Total New York | |
| | OHIO - 3.1% (2.0% OF TOTAL INVESTMENTS) | |
| 1,585 | Cincinnati City School District, Hamilton County, Ohio, General Obligation Bonds, Series 2006, 5.250%, 12/01/23 - FGIC Insured | No Opt. C |
| 7,000 | Cleveland State University, Ohio, General Receipts Bonds, Series 2004, 5.250%, 6/01/19 - FGIC Insured | 6/14 at 100 |
| 5,000 | Lorain County, Ohio, Health Facilities Revenue Bonds, Catholic Healthcare Partners, Series 1999A, 5.500%, 9/01/29 - AMBAC Insured | 9/09 at 102 |
| 3,065 | Oak Hills Local School District, Hamilton County, Ohio, General Obligation Bonds, Series 2005, 5.000%, 12/01/24 - FSA Insured | 12/15 at 100 |

| | | |
|---|---|---|
| 16,650 | Total Ohio | |
| | OKLAHOMA - 0.4% (0.3% OF TOTAL INVESTMENTS) | |
| 2,250 | Oklahoma Capitol Improvement Authority, State Facilities Revenue Bonds, Series 2005F, 5.000%, 7/01/24 - AMBAC Insured | 7/15 at 100 |
| | PENNSYLVANIA - 3.0% (2.0% OF TOTAL INVESTMENTS) | |
| 3,000 | Allegheny County Sanitary Authority, Pennsylvania, Sewerage Revenue Bonds, Series 2005A, 5.000%, 12/01/23 - MBIA Insured | 12/15 at 100 |
| 7,000 | Allegheny County, Pennsylvania, Airport Revenue Refunding Bonds, Pittsburgh International Airport, Series 1997A, 5.250%, 1/01/16 - MBIA Insured (Alternative Minimum Tax) | 1/08 at 101 |
| | Delaware County Authority, Pennsylvania, Revenue Bonds, Villanova University, Series 2006: | |
| 3,260 | 5.000%, 8/01/23 - AMBAC Insured | 8/16 at 100 |
| 1,600 | 5.000%, 8/01/24 - AMBAC Insured | 8/16 at 100 |
| 2,000 | Pittsburgh Public Parking Authority, Pennsylvania, Parking Revenue Bonds, Series 2005B, 5.000%, 12/01/23 - FGIC Insured | 12/15 at 100 |
| 16,860 | Total Pennsylvania | |
| | PUERTO RICO - 1.4% (1.0% OF TOTAL INVESTMENTS) | |
| 2,500 | Puerto Rico Electric Power Authority, Power Revenue Bonds, Series 2005RR, 5.000%, 7/01/22 - FGIC Insured | 7/15 at 100 |
| 5,000 | Puerto Rico, Highway Revenue Bonds, Highway and Transportation Authority, Series 2003AA, 5.500%, 7/01/16 - FGIC Insured | No Opt. C |
| 7,500 | Total Puerto Rico | |
| | SOUTH CAROLINA - 0.5% (0.4% OF TOTAL INVESTMENTS) | |
| 3,000 | Charleston County School District, South Carolina, General Obligation Bonds, Series 2004A, 5.000%, 2/01/22 - AMBAC Insured | 2/14 at 100 |
| | TENNESSEE - 1.0% (0.7% OF TOTAL INVESTMENTS) | |
| | Knox County Health, Educational and Housing Facilities Board, Tennessee, Hospital Revenue Refunding Bonds, Covenant Health, Series 2002A: | |
| 7,500 | 0.000%, 1/01/24 - FSA Insured | 1/13 at 52 |
| 5,000 | 0.000%, 1/01/25 - FSA Insured | 1/13 at 49 |
| 2,750 | 0.000%, 1/01/26 - FSA Insured | 1/13 at 46 |
| 15,250 | Total Tennessee | |

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | TEXAS - 19.6% (13.0% OF TOTAL INVESTMENTS) | |
| $ 8,000 | Abilene Health Facilities Development Corporation, Texas, Hospital Revenue Refunding and Improvement Bonds, Hendrick Medical Center Project, Series 1995C, 6.150%, 9/01/25 - MBIA Insured | 3/07 at 101 |
| 5,275 | Austin, Texas, Combined Utility System Revenue Refunding Bonds, Series 1997, 5.125%, 11/15/20 11/15/20 - FSA Insured | 11/07 at 100 |
| 3,135 | Corpus Christi, Texas, Utility System Revenue Bonds, Series 2004, 5.250%, 7/15/20 - FSA Insured | 7/14 at 100 |
| 3,000 | Dallas-Ft. Worth International Airport, Texas, Joint Revenue Refunding and Improvement Bonds, Series 2001A, 5.750%, 11/01/13 - FGIC Insured (Alternative Minimum Tax) | 11/11 at 100 |
| 3,735 | Grand Prairie Independent School District, Dallas County, Texas, General Obligation Bonds, Series 2003, 5.125%, 2/15/31 - FSA Insured | 2/13 at 100 |
| 1,865 | Harris County Hospital District, Texas, Revenue Refunding Bonds, Series 1990, 7.400%, 2/15/10 - AMBAC Insured | No Opt. C |
| 715 | Harris County Hospital District, Texas, Revenue Refunding Bonds, Series 1990, 7.400%, 2/15/10 - AMBAC Insured (ETM) | No Opt. C |
| 5,000 | Houston, Texas, First Lien Combined Utility System Revenue Bonds, Series 2004A, 5.250%, 5/15/24 - FGIC Insured | 5/14 at 100 |
| 4,500 | Houston, Texas, General Obligation Public Improvement Bonds, Series 2001A, 5.000%, 3/01/22 - FSA Insured | 3/11 at 100 |
| 17,000 | Houston, Texas, Junior Lien Water and Sewerage System Revenue Refunding Bonds, Series 2002A, 5.750%, 12/01/32 - FSA Insured (ETM) | No Opt. C |
| 4,685 | Houston, Texas, Subordinate Lien Airport System Revenue Bonds, Series 2000A, 5.500%, 7/01/19 - FSA Insured (Alternative Minimum Tax) | 7/10 at 100 |
| 19,200 | Jefferson County Health Facilities Development Corporation, Texas, FHA-Insured Mortgage Revenue Bonds, Baptist Hospital of Southeast Texas, Series 2001, 5.400%, 8/15/31 - AMBAC Insured | 8/11 at 100 |
| 6,000 | Laredo Community College District, Texas, Limited Tax General Obligation Bonds, Series 2001, 5.375%, 8/01/31 (Pre-refunded 8/01/10) - AMBAC Insured | 8/10 at 100 |
| 2,000 | Laredo Independent School District Public Facilities Corporation, Texas, Lease Revenue Bonds, Series 2004A, 5.000%, 8/01/24 - | 8/11 at 100 |

| | | |
|---|---|---|
| | AMBAC Insured | |
| 22,045 | North Central Texas Health Facilities Development Corporation, Revenue Bonds, Children's Medical Center of Dallas, Series 2002, 5.250%, 8/15/32 - AMBAC Insured | 8/12 at 101 |
| 106,155 | Total Texas | |
| | UTAH - 0.3% (0.2% OF TOTAL INVESTMENTS) | |
| 1,660 | Salt Lake City, Utah, Hospital Revenue Refunding Bonds, IHC Hospitals Inc., Series 1988A, 8.000%, 5/15/07 (ETM) | 12/06 at 100 |
| | WASHINGTON - 11.3% (7.5% OF TOTAL INVESTMENTS) | |
| 10,730 | Chelan County Public Utility District 1, Washington, Hydro Consolidated System Revenue Refunding Bonds, Series 2001C, 5.650%, 7/01/32 - MBIA Insured (Alternative Minimum Tax) | 7/11 at 101 |
| 15,025 | Seattle Housing Authority, Washington, GNMA Collateralized Mortgage Loan Low Income Housing Assistance Revenue Bonds, Park Place Project, Series 2000A, 7.000%, 5/20/42 | 11/11 at 105 |
| 4,610 | Seattle Housing Authority, Washington, GNMA Collateralized Mortgage Loan Low Income Housing Assistance Revenue Bonds, RHF/Esperanza Apartments Project, Series 2000A, 6.125%, 3/20/42 (Alternative Minimum Tax) | 9/11 at 102 |
| 5,000 | Seattle, Washington, Municipal Light and Power Revenue Bonds, Series 2000, 5.250%, 12/01/21 - FSA Insured | 12/10 at 100 |
| 11,750 | Washington Public Power Supply System, Revenue Refunding Bonds, Nuclear Project 1, Series 1998A, 5.125%, 7/01/17 - MBIA Insured | 7/08 at 102 |
| 2,500 | Washington State Healthcare Facilities Authority, Revenue Bonds, Providence Services, Series 1999, 5.375%, 12/01/19 (Pre-refunded 12/01/09) - MBIA Insured | 12/09 at 101 |
| 10,000 | Washington State, General Obligation Bonds, Series R-2003A, 5.000%, 1/01/19 - MBIA Insured | 1/12 at 100 |



Nuveen Insured Quality Municipal Fund, Inc. (NQI) (continued)

Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | WASHINGTON (continued) | |

| | | |
|---|---|---|
| $ 2,250 | Washington, Certificates of Participation, Washington Convention and Trade Center, Series 1999, 5.250%, 7/01/14 - MBIA Insured | 7/09 at 100. |
| 61,865 | Total Washington | |
| | WEST VIRGINIA - 2.3% (1.5% OF TOTAL INVESTMENTS) | |
| 12,845 | West Virginia Water Development Authority, Infrastructure Revenue Bonds, Infrastructure and Jobs Development Council Program, Series 2000A, 5.500%, 10/01/39 (Pre-refunded 10/01/10) - FSA Insured | 10/10 at 100 |
| | WISCONSIN - 0.7% (0.5% OF TOTAL INVESTMENTS) | |
| 2,180 | Green Bay, Wisconsin, Water System Revenue Bonds, Series 2004, 5.000%, 11/01/26 - FSA Insured | 11/14 at 100 |
| 1,675 | Wisconsin Public Power Incorporated System, Power Supply System Revenue Bonds, Series 2005A, 5.000%, 7/01/30 - AMBAC Insured | 7/15 at 100. |
| 3,855 | Total Wisconsin | |
| $ 926,680 | Total Long-Term Investments (cost $831,476,418) - 150.2% | |
| | SHORT-TERM INVESTMENTS - 0.2% (0.1% OF TOTAL INVESTMENTS) | |
| 1,000 | Idaho Health Facilities Authority, Revenue Bonds, St. Luke's Regional Medical Center, Variable Rate Demand Obligations, Series 2000, 3.640%, 7/01/30 - FSA Insured (4) | |
| 300 | New York City, New York, General Obligation Bonds, Variable Rate Demand Obligations, Fiscal Series 2002A-7, 3.550%, 11/01/24 - AMBAC Insured (4) | |
| $ 1,300 | Total Short-Term Investments (cost $1,300,000) | |
| | Total Investments (cost $832,776,418) - 150.4% | |
| | Other Assets Less Liabilities - 3.5% | |
| | Preferred Shares, at Liquidation Value - (53.9)% | |
| | Net Assets Applicable to Common Shares - 100% | |

All of the bonds in the Portfolio of Investments, excluding temporary investments in short-term municipal securities, are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance, or are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities, any of which ensure the timely payment of principal and interest.

(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) Investment has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term investment. The rate disclosed is that in effect at the end of the reporting period. This rate changes periodically based on market conditions or a specified market index.

WI/DD Purchased on a when-issued or delayed delivery basis.

(ETM) Escrowed to maturity.

(IF) Inverse floating rate investment.

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.



Nuveen Insured Municipal Opportunity Fund, Inc. (NIO)

Portfolio of
INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | ALABAMA - 10.7% (7.1% OF TOTAL INVESTMENTS) | |
| | Birmingham Special Care Facilities Financing Authority, Alabama, Revenue Bonds, Baptist Health System Inc., Series 1996A: | |
| $ 7,465 | 5.875%, 11/15/19 (Pre-refunded 11/15/06) - MBIA Insured | 11/06 at 102 |
| 1,750 | 5.875%, 11/15/26 (Pre-refunded 11/15/06) - MBIA Insured | 11/06 at 102 |
| 11,175 | Hoover Board of Education, Alabama, Capital Outlay Tax Anticipation Warrants, Series 2001, 5.250%, 2/15/22 - MBIA Insured | 2/11 at 100 |
| | Jefferson County, Alabama, Sewer Revenue Capital Improvement Warrants, Series 1999A: | |
| 10,815 | 5.000%, 2/01/33 (Pre-refunded 2/01/09) - FGIC Insured | 2/09 at 101 |
| 9,790 | 5.000%, 2/01/33 (Pre-refunded 2/01/09) - FGIC Insured | 2/09 at 101 |
| 29,860 | 5.750%, 2/01/38 (Pre-refunded 2/01/09) - FGIC Insured | 2/09 at 101 |
| 2,500 | Jefferson County, Alabama, Sewer Revenue Capital Improvement Warrants, Series 2002B, 5.125%, 2/01/42 (Pre-refunded 8/01/12) - FGIC Insured | 8/12 at 100 |

| | | |
|---|---|---|
| | Jefferson County, Alabama, Sewer Revenue Capital Improvement Warrants, Series 2002D: | |
| 425 | 5.000%, 2/01/38 (Pre-refunded 8/01/12) - FGIC Insured | 8/12 at 100 |
| 14,800 | 5.000%, 2/01/42 (Pre-refunded 8/01/12) - FGIC Insured | 8/12 at 100 |
| 18,760 | Jefferson County, Alabama, Sewer Revenue Capitol Improvement Warrants, Series 2001A, 5.000%, 2/01/41 (Pre-refunded 2/01/11) - FGIC Insured | 2/11 at 101 |
| 10,195 | Jefferson County, Alabama, Sewer Revenue Refunding Warrants, Series 1997A, 5.375%, 2/01/27 - FGIC Insured | 2/07 at 100 |
| 5,240 | Jefferson County, Alabama, Sewer Revenue Refunding Warrants, Series 2003B, 5.000%, 2/01/41 (Pre-refunded 2/01/11) - FGIC Insured | 2/11 at 101 |
| 6,000 | University of Alabama, Tuscaloosa, General Revenue Bonds, Series 2004A, 5.000%, 7/01/29 - MBIA Insured | 7/14 at 100 |
| 128,775 | Total Alabama | |
| | ALASKA - 1.4% (0.9% OF TOTAL INVESTMENTS) | |
| 3,190 | Alaska Housing Finance Corporation, Collateralized Veterans Mortgage Program Bonds, First Series 1999A-1, 6.150%, 6/01/39 | 12/09 at 100 |
| 11,245 | Alaska Housing Finance Corporation, General Mortgage Revenue Bonds, Series 1999A, 6.050%, 6/01/39 - MBIA Insured | 6/09 at 100 |
| 3,000 | Alaska Student Loan Corporation, Student Loan Revenue Bonds, Series 1998A, 5.250%, 7/01/14 - AMBAC Insured (Alternative Minimum Tax) | 7/08 at 100 |
| 17,435 | Total Alaska | |
| | ARIZONA - 2.1% (1.4% OF TOTAL INVESTMENTS) | |
| | Arizona State University, Certificates of Participation, Resh Infrastructure Projects, Series 2005A: | |
| 2,000 | 5.000%, 9/01/25 - AMBAC Insured | 3/15 at 100 |
| 2,000 | 5.000%, 9/01/27 - AMBAC Insured | 3/15 at 100 |
| 1,000 | Arizona State University, System Revenue Bonds, Series 2005, 5.000%, 7/01/27 - AMBAC Insured | 7/15 at 100 |
| 1,000 | Maricopa County Union High School District 210, Phoenix, Arizona, General Obligation Bonds, Series 2004A, 5.000%, 7/01/22 - FSA Insured | 7/14 at 100 |
| 1,150 | Phoenix Civic Improvement Corporation, Arizona, Junior Lien Wastewater System Revenue Bonds, Series 2004, 5.000%, 7/01/27 - MBIA Insured | 7/14 at 100 |
| 13,490 | Phoenix Civic Improvement Corporation, Arizona, Junior Lien Water System Revenue Bonds, Series 2005, 4.750%, 7/01/25 - MBIA Insured | 7/15 at 100 |

Nuveen Insured Municipal Opportunity Fund, Inc. (NIO) (continued)

Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | ARIZONA (continued) | |
| $ 4,815 | Pima County Industrial Development Authority, Arizona, Lease Obligation Revenue Refunding Bonds, Tucson Electric Power Company, Series 1988A, 7.250%, 7/15/10 - FSA Insured | 1/07 at 100 |
| 25,455 | Total Arizona | |
| | ARKANSAS - 0.7% (0.5% OF TOTAL INVESTMENTS) | |
| 3,660 | Arkansas State University, Student Fee Revenue Bonds, Beebe Campus, Series 2006, 5.000%, 9/01/35 - AMBAC Insured | 9/15 at 100 |
| | Pulaski County, Arkansas, Hospital Revenue Bonds, Arkansas Children's Hospital, Series 2005: | |
| 2,000 | 5.000%, 3/01/25 - AMBAC Insured | 3/15 at 100 |
| 3,000 | 5.000%, 3/01/30 - AMBAC Insured | 3/15 at 100 |
| 8,660 | Total Arkansas | |
| | CALIFORNIA - 29.6% (19.6% OF TOTAL INVESTMENTS) | |
| 5,600 | Alameda Corridor Transportation Authority, California, Subordinate Lien Revenue Bonds, Series 2004A, 0.000%, 10/01/20 - AMBAC Insured | No Opt. C |
| 10,000 | California Department of Veterans Affairs, Home Purchase Revenue Bonds, Series 2002A, 5.300%, 12/01/21 - AMBAC Insured | 6/12 at 101 |
| | California Department of Water Resources, Power Supply Revenue Bonds, Series 2002A: | |
| 30,000 | 5.375%, 5/01/17 (Pre-refunded 5/01/12) - XLCA Insured | 5/12 at 101 |
| 25,000 | 5.375%, 5/01/18 (Pre-refunded 5/01/12) - AMBAC Insured | 5/12 at 101 |
| | California Department of Water Resources, Water System Revenue Bonds, Central Valley Project, Series 2005AC: | |
| 3,700 | 5.000%, 12/01/24 - MBIA Insured | 12/14 at 100 |
| 2,820 | 5.000%, 12/01/27 - MBIA Insured | 12/14 at 100 |
| 6,000 | California Infrastructure Economic Development Bank, First Lien Revenue Bonds, San Francisco Bay Area Toll Bridge, Series 2003A. Residuals Series 1485, 7.327%, 7/01/33 (Pre-refunded 1/01/28) - AMBAC Insured (IF) | 1/28 at 100 |
| | California Rural Home Mortgage Finance Authority, GNMA | |

| | | |
|---|---|---|
| | Mortgage-Backed Securities Program Single Family Mortgage Revenue Bonds, Series 1996A: | |
| 5 | 7.550%, 11/01/26 (Alternative Minimum Tax) | No Opt. C |
| 10 | 7.750%, 5/01/27 (Alternative Minimum Tax) | No Opt. C |
| 4,500 | California, General Obligation Bonds, Series 1998, 5.000%, 10/01/19 - FGIC Insured | 10/08 at 101 |
| 10,150 | California, General Obligation Bonds, Series 2004, 5.000%, 6/01/31 - AMBAC Insured | 12/14 at 100 |
| 3,500 | Coachella Valley Unified School District, Riverside County, California, General Obligation Bonds, Series 2005A, 5.000%, 8/01/26 - FGIC Insured | 8/15 at 100 |
| 20,000 | Cucamonga County Water District, San Bernardino County, California, Certificates of Participation, Water Shares Purchase, Series 2000, 5.125%, 9/01/35 - FGIC Insured | 9/11 at 101 |
| 5,750 | East Bay Municipal Utility District, Alameda and Contra Costa Counties, California, Water System Subordinated Revenue Bonds, Series 2005A, 5.000%, 6/01/27 - MBIA Insured | 6/15 at 100 |
| 10,000 | Golden State Tobacco Securitization Corporation, California, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2005A, 5.000%, 6/01/38 - FGIC Insured | 6/15 at 100 |
| 1,520 | Hayward Redevelopment Agency, California, Downtown Redevelopment Project Tax Allocation Bonds, Series 2006, 5.000%, 3/01/36 - XLCA Insured | 3/16 at 100 |
| 4,000 | Kern Community College District, California, General Obligation Bonds, Series 2005, 5.000%, 11/01/20 - FSA Insured | 11/15 at 100 |
| 5,600 | Kern Community College District, California, General Obligation Bonds, Series 2006, 0.000%, 11/01/24 - FSA Insured | No Opt. C |
| 5,000 | Long Beach Bond Financing Authority, California, Lease Revenue Refunding Bonds, Long Beach Aquarium of the South Pacific, Series 2001, 5.250%, 11/01/30 - AMBAC Insured | 11/11 at 101 |
| 1,875 | Los Angeles Department of Water and Power, California, Waterworks Revenue Bonds, Series 2006A-1, 5.000%, 7/01/36 - AMBAC Insured | 7/16 at 100 |
| 2,740 | Los Angeles Harbors Department, California, Revenue Bonds, Series 2006A, 5.000%, 8/01/22 - FGIC Insured (Alternative Minimum Tax) | 8/16 at 102 |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | CALIFORNIA (continued) | |

| | | |
|---|---|---|
| $ 20,000 | Los Angeles Unified School District, California, General Obligation Bonds, Series 2003A, 5.000%, 7/01/21 - FSA Insured | 7/13 at 100 |
| 2,000 | Los Angeles Unified School District, California, General Obligation Bonds, Series 2005A-2, 5.000%, 7/01/23 - MBIA Insured | 7/15 at 100 |
| 3,000 | Los Angeles Unified School District, California, General Obligation Bonds, Series 2006F, 5.000%, 7/01/24 - FGIC Insured | 7/16 at 100 |
| 6,205 | Port of Oakland, California, Revenue Bonds, Series 2002L, 5.000%, 11/01/22 - FGIC Insured (Alternative Minimum Tax) | 11/12 at 100 |
| | Poway Redevelopment Agency, California, Tax Allocation Bonds, Paguay Redevelopment Project, Series 2001: | |
| 15,000 | 5.200%, 6/15/30 - AMBAC Insured | 12/11 at 101 |
| 5,000 | 5.125%, 6/15/33 - AMBAC Insured | 12/11 at 101 |
| 2,035 | Redding, California, Electric System Revenue Certificates of Participation, Series 2005, 5.000%, 6/01/30 - FGIC Insured | 6/15 at 100 |
| 6,000 | Redlands Unified School District, San Bernardino County, California, General Obligation Bonds, Series 2003, 5.000%, 7/01/26 - FSA Insured | 7/13 at 100 |
| 2,285 | Rio Hondo Community College District, California, General Obligation Bonds, Series 2005A, 5.000%, 8/01/20 - FGIC Insured | 8/15 at 100 |
| 2,970 | Riverside Community College District, California, General Obligation Bonds, Series 2005, 5.000%, 8/01/22 - FSA Insured | 8/15 at 100 |
| 2,500 | Sacramento County Sanitation District Financing Authority, California, Revenue Bonds, Series 2005B, 4.750%, 12/01/21 - FGIC Insured | 12/15 at 100 |
| 13,710 | San Francisco Airports Commission, California, Revenue Refunding Bonds, San Francisco International Airport, Second Series 2001, Issue 27A, 5.250%, 5/01/26 - MBIA Insured (Alternative Minimum Tax) | 5/11 at 100 |
| 11,500 | San Francisco Bay Area Rapid Transit District, California, Sales Tax Revenue Bonds, Series 2001, 5.125%, 7/01/36 - AMBAC Insured | 7/11 at 100 |
| | San Francisco Bay Area Rapid Transit District, California, Sales Tax Revenue Bonds, Series 2005A: | |
| 1,220 | 5.000%, 7/01/22 - MBIA Insured | 7/15 at 100 |
| 1,280 | 5.000%, 7/01/23 - MBIA Insured | 7/15 at 100 |
| 66,685 | San Joaquin Hills Transportation Corridor Agency, Orange County, California, Senior Lien Toll Road Revenue Bonds, Series 1993, 0.000%, 1/01/21 (ETM) | No Opt. C |
| | San Joaquin Hills Transportation Corridor Agency, Orange County, California, Toll Road Revenue Refunding Bonds, Series 1997A: | |
| 31,615 | 5.250%, 1/15/30 - MBIA Insured | 1/07 at 102 |
| 21,500 | 0.000%, 1/15/32 - MBIA Insured | No Opt. C |
| 12,525 | San Jose Redevelopment Agency, California, Tax Allocation Bonds, Merged Area Redevelopment Project, Series 2002, 5.000%, 8/01/20 - MBIA Insured | 8/10 at 101 |

| | | |
|---|---|---|
| 11,000 | Santa Ana Financing Authority, California, Lease Revenue Bonds, Police Administration and Housing Facility, Series 1994A, 6.250%, 7/01/24 - MBIA Insured | No Opt. C |
| 5,000 | Walnut Energy Center Authority, California, Electric Revenue Bonds, Turlock Irrigation District, Series 2004A, 5.000%, 1/01/34 - AMBAC Insured | 1/14 at 100 |
| 400,800 | Total California | |
| | COLORADO - 6.4% (4.2% OF TOTAL INVESTMENTS) | |
| 1,080 | Arkansas River Power Authority, Colorado, Power Revenue Bonds, Series 2006, 5.250%, 10/01/40 - XLCA Insured | 10/16 at 100 |
| 1,900 | Aspen, Colorado, Sales Tax Revenue Bonds, Parks and Open Space, Series 2005B, 5.250%, 11/01/24 - FSA Insured | 11/15 at 100 |
| 1,000 | Colorado Department of Transportation, Certificates of Participation, Series 2004, 5.000%, 6/15/25 - MBIA Insured | 6/14 at 100 |





| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | COLORADO (continued) | |
| $ 4,950 | Denver Convention Center Hotel Authority, Colorado, Senior Revenue Bonds, Convention Center Hotel, Series 2003A, 5.000%, 12/01/33 (Pre-refunded 12/01/13) - XLCA Insured | 12/13 at 100 |
| 1,740 | Douglas County School District RE1, Douglas and Elbert Counties, Colorado, General Obligation Bonds, Series 2005B, 5.000%, 12/15/28 - FSA Insured | 12/14 at 100 |
| 35,995 | E-470 Public Highway Authority, Colorado, Senior Revenue Bonds, Series 1997B, 0.000%, 9/01/23 - MBIA Insured | No Opt. C |
| 30,800 | E-470 Public Highway Authority, Colorado, Senior Revenue Bonds, Series 2000A, 5.750%, 9/01/35 (Pre-refunded 9/01/10) - MBIA Insured | 9/10 at 102 |
| 11,800 | E-470 Public Highway Authority, Colorado, Senior Revenue Bonds, Series 2000B, 0.000%, 9/01/15 (Pre-refunded 9/01/10) - MBIA Insured | 9/10 at 74 |

| | | |
|---|---|---|
| 10,000 | E-470 Public Highway Authority, Colorado, Toll Revenue Bonds, Series 2004A, 0.000%, 9/01/27 - MBIA Insured | No Opt. C |
| 2,750 | Jefferson County School District R1, Colorado, General Obligation Bonds, Series 2004, 5.000%, 12/15/24 - FSA Insured | 12/14 at 100 |
| 2,500 | Summit County School District RE-1, Summit, Colorado, General Obligation Bonds, Series 2004B, 5.000%, 12/01/24 - FGIC Insured | 12/14 at 100 |
| 1,000 | University of Colorado, Enterprise System Revenue Bonds, Series 2005, 5.000%, 6/01/30 - FGIC Insured | 6/15 at 100 |
| 105,515 | Total Colorado | |
| | CONNECTICUT - 0.3% (0.2% OF TOTAL INVESTMENTS) | |
| 4,000 | Connecticut, General Obligation Bonds, Series 2004D, 5.000%, 12/01/24 - MBIA Insured | 12/14 at 100 |
| | DISTRICT OF COLUMBIA - 0.8% (0.6% OF TOTAL INVESTMENTS) | |
| | District of Columbia Water and Sewerage Authority, Subordinate Lien Public Utility Revenue Bonds, Series 2003: | |
| 5,000 | 5.125%, 10/01/24 - FGIC Insured | 10/13 at 100 |
| 5,000 | 5.125%, 10/01/25 - FGIC Insured | 10/13 at 100 |
| 10,000 | Total District of Columbia | |
| | FLORIDA - 5.6% (3.7% OF TOTAL INVESTMENTS) | |
| 1,000 | Hillsborough County School Board, Florida, Certificates of Participation, Master Lease Program, Series 2005A, 5.000%, 7/01/26 - MBIA Insured | 7/15 at 100 |
| | Indian Trace Development District, Florida, Water Management Special Benefit Assessment Bonds, Series 2005: | |
| 645 | 5.000%, 5/01/25 - MBIA Insured | 5/15 at 102 |
| 1,830 | 5.000%, 5/01/27 - MBIA Insured | 5/15 at 102 |
| 4,425 | Jacksonville Economic Development Commission, Florida, Healthcare Facilities Revenue Bonds, Mayo Clinic, Series 2001C, 5.500%, 11/15/36 - MBIA Insured | 11/12 at 100 |
| 1,505 | Lee County, Florida, Transportation Facilities Revenue Bonds, Series 2004B, 5.000%, 10/01/21 - AMBAC Insured | 10/14 at 100 |
| 2,000 | Marco Island, Florida, Water Utility System Revenue Bonds, Series 2003, 5.000%, 10/01/27 - MBIA Insured | 10/13 at 100 |
| 2,150 | Miami-Dade County, Florida, Aviation Revenue Bonds, Miami International Airport, Series 2002A, 5.125%, 10/01/35 - FSA Insured (Alternative Minimum Tax) | 10/12 at 100 |
| 35,920 | Miami-Dade County, Florida, Aviation Revenue Bonds, Miami International Airport, Series 2002, 5.375%, 10/01/32 - FGIC Insured (Alternative Minimum Tax) | 10/12 at 100 |
| 5,320 | Miami-Dade County, Florida, Public Facilities Revenue Bonds, Jackson Health System, Series 2005B, 5.000%, 6/01/25 - MBIA | 6/15 at 100 |

| | | |
|---|---|---|
| | Insured | |
| | Northern Palm Beach County Improvement District, Florida, Revenue Bonds, Water Control and Improvement Development Unit 9B, Series 2005: | |
| 1,290 | 5.000%, 8/01/23 - MBIA Insured | 8/15 at 102 |
| 2,145 | 5.000%, 8/01/29 - MBIA Insured | 8/15 at 102 |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | FLORIDA (continued) | |
| | Ocala, Florida, Utility System Revenue Bonds, Series 2005B: | |
| $ 1,025 | 5.250%, 10/01/24 - FGIC Insured | 10/15 at 100 |
| 2,590 | 5.000%, 10/01/27 - FGIC Insured | 10/15 at 100 |
| 2,320 | Osceola County, Florida, Transportation Revenue Bonds, Osceola Parkway, Series 2004, 5.000%, 4/01/23 - MBIA Insured | 4/14 at 100 |
| 2,225 | Plantation, Florida, Non-Ad Valorem Revenue Refunding and Improvement Bonds, Series 2003, 5.000%, 8/15/18 - FSA Insured | 8/13 at 100 |
| 66,390 | Total Florida | |
| | GEORGIA - 0.9% (0.6% OF TOTAL INVESTMENTS) | |
| 1,000 | Atlanta, Georgia, Water and Wastewater Revenue Bonds, Series 2004, 5.000%, 11/01/22 - FSA Insured | 11/14 at 100 |
| 1,520 | College Park Business and Industrial Development Authority, Georgia, Revenue Bonds, Public Safety Project, Series 2004, 5.250%, 9/01/23 - MBIA Insured | 9/14 at 102 |
| | Fulton County Development Authority, Georgia, Revenue Bonds, Georgia Tech Molecular Science Building, Series 2004: | |
| 1,695 | 5.250%, 5/01/19 - MBIA Insured | 5/14 at 100 |
| 1,135 | 5.250%, 5/01/20 - MBIA Insured | 5/14 at 100 |
| 4,500 | 5.000%, 5/01/36 - MBIA Insured | 5/14 at 100 |
| 1,250 | Glynn-Brunswick Memorial Hospital Authority, Georgia, Revenue Bonds, Southeast Georgia Health Systems, Series 1996, 5.250%, 8/01/13 - MBIA Insured | 2/07 at 102 |
| 11,100 | Total Georgia | |
| | HAWAII - 2.4% (1.6% OF TOTAL INVESTMENTS) | |
| 24,250 | Hawaii Department of Budget and Finance, Special Purpose Revenue | 11/06 at 101 |

| | | |
|---|---|---|
| | Bonds, Hawaiian Electric Company Inc., Series 1996A, 6.200%, 5/01/26 - MBIA Insured (Alternative Minimum Tax) | |
| 5,000 | Hawaii, General Obligation Bonds, Series 2005DF, 5.000%, 7/01/25 - AMBAC Insured | 7/15 at 100 |
| 29,250 | Total Hawaii | |
| | IDAHO - 0.3% (0.2% OF TOTAL INVESTMENTS) | |
| 495 | Idaho Housing Agency, Single Family Mortgage Senior Bonds, Series 1994B-1, 6.750%, 7/01/22 | No Opt. C |
| 440 | Idaho Housing Agency, Single Family Mortgage Senior Bonds, Series 1994B-2, 6.900%, 7/01/26 (Alternative Minimum Tax) | No Opt. C |
| 550 | Idaho Housing Agency, Single Family Mortgage Senior Bonds, Series 1995B, 6.600%, 7/01/27 (Alternative Minimum Tax) | 1/07 at 100 |
| | Idaho Housing and Finance Association, Grant and Revenue Anticipation Bonds, Federal Highway Trust Funds, Series 2006: | |
| 1,000 | 5.000%, 7/15/23 - MBIA Insured | 7/16 at 100 |
| 1,065 | 5.000%, 7/15/24 - MBIA Insured | 7/16 at 100 |
| 3,550 | Total Idaho | |
| | ILLINOIS - 6.5% (4.3% OF TOTAL INVESTMENTS) | |
| 1,050 | Bedford Park, Illinois, General Obligation Bonds, Series 2004A, 5.250%, 12/15/20 - FSA Insured | 12/14 at 100 |
| | Chicago, Illinois, Second Lien Passenger Facility Charge Revenue Refunding Bonds, O'Hare International Airport, Series 2001E: | |
| 4,615 | 5.500%, 1/01/17 - AMBAC Insured (Alternative Minimum Tax) | 1/11 at 101 |
| 4,870 | 5.500%, 1/01/18 - AMBAC Insured (Alternative Minimum Tax) | 1/11 at 101 |
| 7,200 | Chicago, Illinois, Third Lien General Airport Revenue Bonds, O'Hare International Airport, Series 2005A, 5.250%, 1/01/24 - MBIA Insured | 1/16 at 100 |
| 10,000 | Illinois Development Finance Authority, Revenue Bonds, Provena Health, Series 1998A, 5.500%, 5/15/21 - MBIA Insured | 5/08 at 101 |
| 2,095 | Illinois Educational Facilities Authority, Revenue Bonds, Robert Morris College, Series 2000, 5.800%, 6/01/30 - MBIA Insured | 12/07 at 100 |

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | ILLINOIS (continued) | |
| $ 4,500 | Illinois Health Facilities Authority, Revenue Bonds, Alexian Brothers Health System, Series 1999, 5.000%, 1/01/19 (Pre-refunded 1/01/09) - FSA Insured | 1/09 at 101 |
| 7,000 | Illinois Health Facilities Authority, Revenue Bonds, Hospital Sisters Services Inc. Obligated Group, Series 1998A, 5.000%, 6/01/18 - MBIA Insured | 6/08 at 101 |
| 6,000 | Illinois Toll Highway Authority, State Toll Highway Authority Revenue Bonds, Series 2006, 5.000%, 1/01/26 - FSA Insured | 7/16 at 100 |
| 22,410 | Illinois, General Obligation Bonds, Illinois FIRST Program, Series 2002, 5.125%, 2/01/27 - FGIC Insured | 2/12 at 100 |
| | Schaumburg, Illinois, General Obligation Bonds, Series 2004B: | |
| 4,260 | 5.000%, 12/01/22 - FGIC Insured | 12/14 at 100 |
| 2,365 | 5.000%, 12/01/23 - FGIC Insured | 12/14 at 100 |
| 4,000 | Southwestern Illinois Development Authority, School Revenue Bonds, Triad School District 2, Madison County, Illinois, Series 2006, 0.000%, 10/01/25 - MBIA Insured | No Opt. C |
| 80,365 | Total Illinois | |
| | INDIANA - 2.8% (1.8% OF TOTAL INVESTMENTS) | |
| 2,030 | Decatur Township-Marion County Multi-School Building Corporation, Indiana, First Mortgage Bonds, Series 2003, 5.000%, 7/15/20 - FGIC Insured | 7/13 at 100 |
| 20,000 | Indianapolis Local Public Improvement Bond Bank, Indiana, Series 1999E, 0.000%, 2/01/28 - AMBAC Insured | No Opt. C |
| 3,250 | Indianapolis Local Public Improvement Bond Bank, Indiana, Waterworks Project, Series 2002A, 5.250%, 7/01/33 (Pre-refunded 7/01/12) - MBIA Insured | 7/12 at 100 |
| 1,340 | Monroe-Gregg Grade School Building Corporation, Morgan County, Indiana, First Mortgage Bonds, Series 2004, 5.000%, 1/15/25 - FSA Insured | 1/14 at 100 |
| 5,000 | Noblesville Redevelopment Authority, Indiana, Economic Development Lease Rental Bonds, Exit 10 Project, Series 2003, 5.000%, 1/15/28 - AMBAC Insured | 7/13 at 100 |
| 10,000 | Purdue University, Indiana, Student Fee Bonds, Series 2002O, 5.000%, 7/01/19 - MBIA Insured | 1/12 at 100 |
| 3,705 | Whitley County Middle School Building Corporation, Columbia City, Indiana, First Mortgage Bonds, Series 2003, 5.000%, 7/15/16 - FSA Insured | 7/13 at 100 |
| 45,325 | Total Indiana | |

| | | |
|---|---|---|
| | KANSAS - 1.2% (0.8% OF TOTAL INVESTMENTS) | |
| 2,055 | Kansas Turnpike Authority, Revenue Bonds, Series 2004A-2, 5.000%, 9/01/23 - FSA Insured | 9/14 at 101 |
| | Neosho County Unified School District 413, Kansas, General Obligation Bonds, Series 2006: | |
| 2,145 | 5.000%, 9/01/27 - FSA Insured | 9/14 at 100 |
| 4,835 | 5.000%, 9/01/29 - FSA Insured | 9/14 at 100 |
| 5,000 | University of Kansas Hospital Authority, Health Facilities Revenue Bonds, KU Health System, Series 1999A, 5.650%, 9/01/29 - AMBAC Insured | 9/09 at 100 |
| 14,035 | Total Kansas | |
| | KENTUCKY - 2.1% (1.4% OF TOTAL INVESTMENTS) | |
| 3,870 | Kenton County School District Finance Corporation, Kentucky, School Building Revenue Bonds, Series 2004, 5.000%, 6/01/20 - MBIA Insured | 6/14 at 100 |
| 7,500 | Kentucky Turnpike Authority, Economic Development Road Revenue Bonds, Revitalization Project, Series 2006B, 5.000%, 7/01/25 - AMBAC Insured | 7/16 at 100 |
| 12,980 | Louisville and Jefferson County Metropolitan Sewer District, Kentucky, Sewer and Drainage System Revenue Bonds, Series 2001A, 5.500%, 5/15/34 - MBIA Insured | 11/11 at 101 |
| 24,350 | Total Kentucky | |
| | LOUISIANA - 3.8% (2.5% OF TOTAL INVESTMENTS) | |
| 5,000 | DeSoto Parish, Louisiana, Pollution Control Revenue Refunding Bonds, Cleco Utility Group Inc. Project, Series 1999, 5.875%, 9/01/29 - AMBAC Insured | 9/09 at 102 |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | LOUISIANA (continued) | |
| $ 3,025 | Lafayette City and Parish, Louisiana, Utilities Revenue Bonds, Series 2004, 5.250%, 11/01/22 - MBIA Insured | 11/14 at 100 |
| 1,640 | Louisiana Public Facilities Authority, Revenue Bonds, Baton Rouge General Hospital, Series 2004, 5.250%, 7/01/24 - MBIA Insured | 7/14 at 100 |

| | | |
|---|---|---|
| 8,150 | Louisiana State, Gas Tax Revenue Bonds, Series 2006, 4.500%, 5/01/41 (WI/DD, Settling 11/02/06) - FGIC Insured | 5/16 at 100 |
| 9,235 | Louisiana State, Gasoline Tax Revenue Bonds, Series 2006, Residuals 660-1, 5.850%, 5/01/41 (WI/DD, Settling 11/02/06) - FGIC Insured (IF) | 5/16 at 100 |
| 1,100 | Louisiana State, Gasoline Tax Revenue Bonds, Series 2006, Residuals 661, 6.597%, 5/01/39 (WI/DD, Settling 11/02/06) - FSA Insured (IF) | 5/16 at 100 |
| | Louisiana, Gasoline and Fuels Tax Revenue Bonds, Series 2005A: | |
| 2,400 | 5.000%, 5/01/25 - FGIC Insured | 5/15 at 100 |
| 4,415 | 5.000%, 5/01/26 - FGIC Insured | 5/15 at 100 |
| 5,000 | 5.000%, 5/01/27 - FGIC Insured | 5/15 at 100 |
| 5,985 | Orleans Levee District, Louisiana, Levee District General Obligation Bonds, Series 1986, 5.950%, 11/01/15 - FSA Insured | 12/06 at 102 |
| 45,950 | Total Louisiana | |
| | MAINE - 0.3% (0.1% OF TOTAL INVESTMENTS) | |
| 3,000 | Maine Health and Higher Educational Facilities Authority, Revenue Bonds, Series 2003B, 5.000%, 7/01/28 - FSA Insured | 7/13 at 100 |
| | MARYLAND - 0.5% (0.3% OF TOTAL INVESTMENTS) | |
| 5,345 | Baltimore, Maryland, Senior Lien Convention Center Hotel Revenue Bonds, Series 2006A, 5.250%, 9/01/28 - XLCA Insured | 9/16 at 100 |
| | MASSACHUSETTS - 4.5% (3.0% OF TOTAL INVESTMENTS) | |
| 22,500 | Massachusetts Development Finance Authority, Revenue Bonds, WGBH Educational Foundation, Series 2002A, 5.375%, 1/01/42 (Pre-refunded 1/01/12) - AMBAC Insured | 1/12 at 101 |
| 11,000 | Massachusetts School Building Authority, Dedicated Sales Tax Revenue Bonds, Series 2005A, 5.000%, 8/15/23 - FSA Insured | 8/15 at 100 |
| 15,000 | Massachusetts, Special Obligation Dedicated Tax Revenue Bonds, Series 2004, 5.250%, 1/01/23 (Pre-refunded 1/01/14) - FGIC Insured | 1/14 at 100 |
| | University of Massachusetts Building Authority, Senior Lien Project Revenue Bonds, Series 2004-1: | |
| 1,500 | 5.375%, 11/01/20 (Pre-refunded 11/01/14) - AMBAC Insured | 11/14 at 100 |
| 2,500 | 5.375%, 11/01/21 (Pre-refunded 11/01/14) - AMBAC Insured | 11/14 at 100 |
| 52,500 | Total Massachusetts | |
| | MICHIGAN - 6.4% (4.3% OF TOTAL INVESTMENTS) | |
| 5,490 | Detroit City School District, Wayne County, Michigan, Unlimited Tax School Building and Site Improvement Bonds, Series 2001A, 6.000%, 5/01/29 - FSA Insured | No Opt. C |
| 6,000 | Detroit, Michigan, General Obligation Bonds, Series 2001A-1, | 10/11 at 100 |

| | | |
|---|---|---|
| | 5.375%, 4/01/18 - MBIA Insured | |
| 7,420 | Detroit, Michigan, Senior Lien Water Supply System Revenue Bonds, Series 1997A, 5.000%, 7/01/27 - MBIA Insured | 7/07 at 101 |
| | Detroit, Michigan, Sewerage Disposal System Revenue Bonds, Series 1999A: | |
| 15,825 | 5.750%, 7/01/26 (Pre-refunded 1/01/10) - FGIC Insured | 1/10 at 101 |
| 20,000 | 5.875%, 7/01/27 (Pre-refunded 1/01/10) - FGIC Insured | 1/10 at 101 |
| 8,000 | Gaylord Community Schools, Otsego and Antrim Counties, Michigan, School Building and Site Refunding Bonds, Series 1992, 0.000%, 5/01/21 (Pre-refunded 5/01/07) - MBIA Insured | 5/07 at 37 |
| 1,085 | Grand Rapids Community College, Kent County, Michigan, General Obligation Refunding Bonds, Series 2003, 5.250%, 5/01/20 - AMBAC Insured | 5/13 at 100 |
| 6,850 | Wayne County, Michigan, Airport Revenue Bonds, Detroit Metropolitan Wayne County Airport, Series 1998A, 5.375%, 12/01/15 - MBIA Insured (Alternative Minimum Tax) | 12/08 at 101 |



Nuveen Insured Municipal Opportunity Fund, Inc. (NIO) (continued)

Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | MICHIGAN (continued) | |
| $ 10,000 | Wayne County, Michigan, Limited Tax General Obligation Airport Hotel Revenue Bonds, Detroit Metropolitan Wayne County Airport, Series 2001A, 5.250%, 12/01/25 - MBIA Insured | 12/11 at 101 |
| 80,670 | Total Michigan | |
| | MINNESOTA - 1.1% (0.7% OF TOTAL INVESTMENTS) | |
| 13,020 | St. Paul Housing and Redevelopment Authority, Minnesota, GNMA Collateralized Multifamily Housing Revenue Bonds, Marian Center Project, Series 2001A, 6.450%, 6/20/43 | 12/11 at 102 |
| | NEBRASKA - 0.2% (0.1% OF TOTAL INVESTMENTS) | |
| | Nebraska Public Power District, General Revenue Bonds, Series 2005A: | |
| 1,000 | 5.000%, 1/01/24 - FSA Insured | 1/15 at 100 |
| 1,000 | 5.000%, 1/01/25 - FSA Insured | 1/15 at 100 |

| | | |
|---|---|---|
| 2,000 | Total Nebraska | |
| | NEVADA - 8.3% (5.5% OF TOTAL INVESTMENTS) | |
| 12,105 | Clark County, Nevada, General Obligation Bank Bonds, Southern Nevada Water Authority Loan, Series 2002, 5.000%, 6/01/32 - MBIA Insured | 12/12 at 100 |
| 7,370 | Clark County, Nevada, Subordinate Lien Airport Revenue Bonds, Series 2004A-2, 5.125%, 7/01/25 - FGIC Insured | 7/14 at 100 |
| | Director of Nevada State Department of Business and Industry, Revenue Bonds, Las Vegas Monorail Project, First Tier, Series 2000: | |
| 15,000 | 5.625%, 1/01/34 - AMBAC Insured | 1/10 at 102 |
| 13,000 | 5.375%, 1/01/40 - AMBAC Insured | 1/10 at 100 |
| 14,985 | Reno, Nevada, Capital Improvement Revenue Bonds, Series 2002, 5.375%, 6/01/32 - FGIC Insured | 6/12 at 100 |
| 25,300 | Reno, Nevada, Capital Improvement Revenue Bonds, Series 2002, 5.375%, 6/01/32 (Pre-refunded 6/01/12) - FGIC Insured | 6/12 at 100 |
| 10,000 | Reno, Nevada, Senior Lien Sales and Room Tax Revenue Bonds, Reno Transportation Rail Access Corridor Project, Series 2002, 5.125%, 6/01/27 (Pre-refunded 6/01/12) - AMBAC Insured | 6/12 at 100 |
| 97,760 | Total Nevada | |
| | NEW JERSEY - 2.4% (1.6% OF TOTAL INVESTMENTS) | |
| | Essex County Improvement Authority, New Jersey, Guaranteed Revenue Bonds, Project Consolidation, Series 2004: | |
| 2,000 | 5.125%, 10/01/21 - MBIA Insured | 10/14 at 100 |
| 2,250 | 5.125%, 10/01/22 - MBIA Insured | 10/14 at 100 |
| | New Jersey Economic Development Authority, Revenue Bonds, Motor Vehicle Surcharge, Series 2004A: | |
| 3,850 | 5.000%, 7/01/22 - MBIA Insured | 7/14 at 100 |
| 3,850 | 5.000%, 7/01/23 - MBIA Insured | 7/14 at 100 |
| | New Jersey Turnpike Authority, Revenue Bonds, Series 2003A: | |
| 8,250 | 5.000%, 1/01/19 - FGIC Insured | 7/13 at 100 |
| 2,000 | 5.000%, 1/01/23 - FSA Insured | 7/13 at 100 |
| 3,320 | New Jersey Turnpike Authority, Revenue Bonds, Series 2005A, 5.000%, 1/01/21 - FSA Insured | 1/15 at 100 |
| 2,795 | Rutgers State University, New Jersey, Revenue Bonds, Series 2004E, 5.000%, 5/01/22 - FGIC Insured | 5/14 at 100 |
| 28,315 | Total New Jersey | |
| | NEW MEXICO - 0.3% (0.2% OF TOTAL INVESTMENTS) | |
| 3,660 | San Juan County, New Mexico, Subordinate Gross Receipts Tax Revenue Bonds, Series 2005, 5.000%, 6/15/25 - MBIA Insured | 6/15 at 100 |

| | | |
|---|---|---|
| | NEW YORK - 8.2% (5.4% OF TOTAL INVESTMENTS) | |
| 1,880 | Dormitory Authority of the State of New York, FHA-Insured Mortgage Revenue Bonds, Montefiore Hospital, Series 2004, 5.000%, 8/01/23 - FGIC Insured | 2/15 at 100 |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | NEW YORK (continued) | |
| $ 3,335 | Dormitory Authority of the State of New York, State Personal Income Tax Revenue Bonds, Series 2005F, 5.000%, 3/15/24 - AMBAC Insured | 3/15 at 100 |
| 8,685 | Long Island Power Authority, New York, Electric System General Revenue Bonds, Series 1998A, 5.300%, 12/01/19 (Pre-refunded 6/01/08) - FSA Insured | 6/08 at 101 |
| 12,500 | Long Island Power Authority, New York, Electric System General Revenue Bonds, Series 2006A, 5.000%, 12/01/25 - FGIC Insured | 6/16 at 100 |
| | Metropolitan Transportation Authority, New York, State Service Contract Refunding Bonds, Series 2002A: | |
| 2,500 | 5.000%, 7/01/21 - FGIC Insured | 7/12 at 100 |
| 5,000 | 5.000%, 7/01/25 - FGIC Insured | 7/12 at 100 |
| 4,825 | New York City Sales Tax Asset Receivable Corporation, New York, Dedicated Revenue Bonds, Local Government Assistance Corporation, Series 2004A, 5.000%, 10/15/24 - MBIA Insured | 10/14 at 100 |
| 10,525 | New York City, New York, General Obligation Bonds, Fiscal Series 2005M, 5.000%, 4/01/26 - FGIC Insured | 4/15 at 100 |
| 5,000 | New York City, New York, General Obligation Bonds, Fiscal Series 2006F-1, 5.000%, 9/01/21 - AMBAC Insured | 9/15 at 100 |
| 5,000 | New York State Thruway Authority, General Revenue Bonds, Series 2005F, 5.000%, 1/01/26 - AMBAC Insured | 1/15 at 100 |
| 3,000 | New York State Thruway Authority, General Revenue Bonds, Series 2005G, 4.750%, 1/01/29 - FSA Insured | 7/15 at 100 |
| | New York State Thruway Authority, Highway and Bridge Trust Fund Bonds, Second Generation, Series 2005B: | |
| 3,770 | 5.000%, 4/01/21 - AMBAC Insured | 10/15 at 100 |
| 7,000 | 5.000%, 4/01/22 - AMBAC Insured | 10/15 at 100 |
| 3,650 | New York State Urban Development Corporation, Service Contract Revenue Bonds, Series 2005B, 5.000%, 3/15/25 - FSA Insured | 3/15 at 100 |

| | | |
|---|---|---|
| | New York State Urban Development Corporation, State Personal Income Tax Revenue Bonds, Series 2004A-1: | |
| 1,000 | 5.000%, 3/15/23 - FGIC Insured | 3/14 at 100 |
| 5,000 | 5.000%, 3/15/25 - FGIC Insured | 3/14 at 100 |
| 15,000 | Triborough Bridge and Tunnel Authority, New York, Subordinate Lien General Purpose Revenue Refunding Bonds, Series 2002E, 5.000%, 11/15/32 - MBIA Insured | 11/12 at 100 |
| 97,670 | Total New York | |
| | NORTH CAROLINA - 1.4% (0.9% OF TOTAL INVESTMENTS) | |
| | Mooresville, North Carolina, Enterprise System Revenue Bonds, Series 2004: | |
| 2,115 | 5.000%, 5/01/22 - FGIC Insured | 5/14 at 100 |
| 2,575 | 5.000%, 5/01/26 - FGIC Insured | 5/14 at 100 |
| 5,000 | North Carolina Municipal Power Agency 1, Catawba Electric Revenue Bonds, Series 2003A, 5.250%, 1/01/16 - FSA Insured | 1/13 at 100 |
| | Raleigh Durham Airport Authority, North Carolina, Airport Revenue Bonds, Series 2005A: | |
| 3,205 | 5.000%, 5/01/23 - AMBAC Insured | 5/15 at 100 |
| 3,295 | 5.000%, 5/01/24 - AMBAC Insured | 5/15 at 100 |
| 16,190 | Total North Carolina | |
| | NORTH DAKOTA - 0.6% (0.4% OF TOTAL INVESTMENTS) | |
| | Grand Forks, North Dakota, Sales Tax Revenue Bonds, Alerus Project, Series 2005A: | |
| 2,195 | 5.000%, 12/15/22 - MBIA Insured | 12/15 at 100 |
| 1,355 | 5.000%, 12/15/23 - MBIA Insured | 12/15 at 100 |
| 3,000 | 5.000%, 12/15/24 - MBIA Insured | 12/15 at 100 |
| 6,550 | Total North Dakota | |



Nuveen Insured Municipal Opportunity Fund, Inc. (NIO) (continued)

Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | OHIO - 3.0% (2.0% OF TOTAL INVESTMENTS) | |
| $ 3,485 | Cincinnati City School District, Hamilton County, Ohio, General | No Opt. C |

| | | |
|---|---|---|
| | Obligation Bonds, Series 2006, 5.250%, 12/01/23 - FGIC Insured | |
| 2,650 | Cleveland State University, Ohio, General Receipts Bonds, Series 2004, 5.250%, 6/01/24 - FGIC Insured | 6/14 at 100 |
| 2,000 | Columbus City School District, Franklin County, Ohio, General Obligation Bonds, Series 2004, 5.250%, 12/01/25 (Pre-refunded 12/01/14) - FSA Insured | 12/14 at 100 |
| 2,385 | Columbus, Ohio, Tax Increment Financing Bonds, Easton Project, Series 2004A, 5.000%, 12/01/22 - AMBAC Insured | 6/14 at 100 |
| 2,205 | Hamilton City School District, Ohio, General Obligation Bonds, Series 2005, 5.000%, 12/01/24 - MBIA Insured | 6/15 at 100 |
| 20,100 | Lucas County, Ohio, Hospital Revenue Bonds, ProMedica Healthcare Obligated Group, Series 1999, 5.375%, 11/15/39 - AMBAC Insured | 11/09 at 101 |
| 3,000 | Ross Local School District, Butler County, Ohio, General Obligation Bonds, Series 2003, 5.000%, 12/01/28 - FSA Insured | 12/13 at 100 |
| 35,825 | Total Ohio | |
| | OKLAHOMA - 1.7% (1.1% OF TOTAL INVESTMENTS) | |
| 3,500 | Oklahoma Capitol Improvement Authority, State Facilities Revenue Bonds, Series 2005F, 5.000%, 7/01/24 - AMBAC Insured | 7/15 at 100 |
| 4,655 | Oklahoma Housing Finance Agency, GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 1987A, 7.997%, 8/01/18 (Alternative Minimum Tax) | No Opt. C |
| 5,245 | Oklahoma State Industries Authority, Revenue Bonds, Oklahoma Medical Research Foundation, Series 2001, 5.250%, 2/01/21 - AMBAC Insured | 2/11 at 100 |
| 2,515 | Oklahoma State University, Athletic Facilities Revenue Bonds, Series 2004, 5.000%, 8/01/34 - AMBAC Insured | 8/14 at 100 |
| 4,880 | University of Oklahoma, Student Housing Revenue Bonds, Series 2004, 5.000%, 7/01/22 - AMBAC Insured | 7/14 at 100 |
| 20,795 | Total Oklahoma | |
| | OREGON - 0.8% (0.5% OF TOTAL INVESTMENTS) | |
| | Oregon Department of Administrative Services, Certificates of Participation, Series 2005A: | |
| 2,535 | 5.000%, 5/01/25 - FSA Insured | 5/15 at 100 |
| 2,115 | 5.000%, 5/01/30 - FSA Insured | 5/15 at 100 |
| 3,470 | Oregon Department of Administrative Services, Certificates of Participation, Series 2005B, 5.000%, 11/01/18 - FGIC Insured | 11/15 at 100 |
| 1,315 | Oregon Housing and Community Services Department, Single Family Mortgage Revenue Bonds, Series 1995A, 6.450%, 7/01/26 (Alternative Minimum Tax) | 1/07 at 101 |
| 9,435 | Total Oregon | |

| | | |
|---|---|---|
| | PENNSYLVANIA - 2.2% (1.4% OF TOTAL INVESTMENTS) | |
| 7,925 | Commonwealth Financing Authority, Pennsylvania, State Appropriation Lease Bonds, Series 2006A, 5.000%, 6/01/26 - FSA Insured | 6/16 at 100 |
| 1,800 | Pennsylvania Higher Educational Facilities Authority, Revenue Bonds, Drexel University, Series 2005A, 5.000%, 5/01/28 - MBIA Insured | 5/15 at 100 |
| 2,625 | Pennsylvania Turnpike Commission, Turnpike Revenue Bonds, Series 2006A, 5.000%, 12/01/26 - AMBAC Insured | 6/16 at 100 |
| 6,335 | Radnor Township School District, Delaware County, Pennsylvania, General Obligation Bonds, Series 2005B, 5.000%, 2/15/30 - FSA Insured | 8/15 at 100 |
| | Reading School District, Berks County, Pennsylvania, General Obligation Bonds, Series 2005: | |
| 3,285 | 5.000%, 1/15/22 - FSA Insured | 1/16 at 100 |
| 3,450 | 5.000%, 1/15/23 - FSA Insured | 1/16 at 100 |
| 25,420 | Total Pennsylvania | |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | PUERTO RICO - 0.5% (0.3% OF TOTAL INVESTMENTS) | |
| $ 2,500 | Puerto Rico Electric Power Authority, Power Revenue Bonds, Series 2005RR, 5.000%, 7/01/30 - XLCA Insured | 7/15 at 100 |
| 2,000 | Puerto Rico Highway and Transportation Authority, Highway Revenue Bonds, Series 2003G, 5.250%, 7/01/19 - FGIC Insured | 7/13 at 100 |
| 1,550 | Puerto Rico Municipal Finance Agency, Series 2005C, 5.250%, 8/01/21 - CIFG Insured | No Opt. C |
| 6,050 | Total Puerto Rico | |
| | RHODE ISLAND - 2.0% (1.3% OF TOTAL INVESTMENTS) | |
| 2,195 | Providence Housing Development Corporation, Rhode Island, FHA-Insured Section 8 Assisted Mortgage Revenue Refunding Bonds, Barbara Jordan Apartments, Series 1994A, 6.750%, 7/01/25 - MBIA Insured | 1/07 at 100 |
| 20,475 | Rhode Island Depositors Economic Protection Corporation, Special | 2/11 at 100 |

| | | |
|---|---|---|
| | Obligation Refunding Bonds, Series 1993B, 5.250%, 8/01/21 (Pre-refunded 2/01/11) - MBIA Insured | |
| 1,405 | Rhode Island Health and Educational Building Corporation, Higher Education Auxiliary Enterprise Revenue Bonds, Series 2004A, 5.500%, 9/15/24 - AMBAC Insured | 9/14 at 100 |
| 24,075 | Total Rhode Island | |
| | SOUTH CAROLINA - 4.0% (2.6% OF TOTAL INVESTMENTS) | |
| 10,000 | Beaufort County, South Carolina, Tax Increment Bonds, New River Redevelopment Project, Series 2002, 5.000%, 6/01/27 - MBIA Insured | 12/12 at 100 |
| | Medical University Hospital Authority, South Carolina, FHA-Insured Mortgage Revenue Bonds, Series 2004A: | |
| 2,000 | 5.250%, 8/15/22 - MBIA Insured | 8/14 at 100 |
| 2,105 | 5.250%, 8/15/23 - MBIA Insured | 8/14 at 100 |
| 4,855 | Piedmont Municipal Power Agency, South Carolina, Electric Revenue Bonds, Series 1988A, 0.000%, 1/01/13 - AMBAC Insured (ETM) | No Opt. C |
| 9,190 | Piedmont Municipal Power Agency, South Carolina, Electric Revenue Bonds, Series 1988A, 0.000%, 1/01/13 (Pre-refunded 7/01/09) - AMBAC Insured | 7/09 at 76 |
| 7,955 | Piedmont Municipal Power Agency, South Carolina, Electric Revenue Bonds, Series 1988A, 0.000%, 1/01/13 - AMBAC Insured | No Opt. C |
| 8,000 | South Carolina JOBS Economic Development Authority, Industrial Revenue Bonds, South Carolina Electric and Gas Company, Series 2002A, 5.200%, 11/01/27 - AMBAC Insured | 11/12 at 100 |
| 10,000 | South Carolina JOBS Economic Development Authority, Industrial Revenue Bonds, South Carolina Electric and Gas Company, Series 2002B, 5.450%, 11/01/32 - AMBAC Insured (Alternative Minimum Tax) | 11/12 at 100 |
| 54,105 | Total South Carolina | |
| | TENNESSEE - 0.5% (0.4% OF TOTAL INVESTMENTS) | |
| 6,455 | Memphis-Shelby County Airport Authority, Tennessee, Airport Revenue Bonds, Series 2001A, 5.500%, 3/01/18 - FSA Insured (Alternative Minimum Tax) | 3/11 at 100 |
| | TEXAS - 15.6% (10.3% OF TOTAL INVESTMENTS) | |
| 22,650 | Brazos River Authority, Texas, Revenue Refunding Bonds, Houston Industries Inc., Series 1998C, 5.125%, 5/01/19 - AMBAC Insured | 5/08 at 102 |
| 521 | Capital Area Housing Finance Corporation, Texas, FNMA Backed Single Family Mortgage Revenue Refunding Bonds, Series 2002A-2, 6.300%, 4/01/35 - AMBAC Insured (Alternative Minimum Tax) | 4/12 at 106 |
| 12,500 | Dallas-Ft. Worth International Airport, Texas, Joint Revenue Bonds, Series 2000A, 6.125%, 11/01/35 - FGIC Insured (Alternative Minimum Tax) | 11/09 at 100 |

| | | |
|---|---|---|
| | Harris County, Texas, Toll Road Senior Lien Revenue Bonds, Series 1989: | |
| 9,000 | 0.000%, 8/15/18 (Pre-refunded 8/15/09) - AMBAC Insured | 8/09 at 53 |
| 39,000 | 0.000%, 8/15/19 (Pre-refunded 8/15/09) - AMBAC Insured | 8/09 at 50 |
| 7,280 | 0.000%, 8/15/20 (Pre-refunded 8/15/09) - AMBAC Insured | 8/09 at 46 |
| 5,085 | 0.000%, 8/15/21 (Pre-refunded 8/15/09) - AMBAC Insured | 8/09 at 43 |



Nuveen Insured Municipal Opportunity Fund, Inc. (NIO) (continued)

Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | TEXAS (continued) | |
| $ 25,000 | Harris County-Houston Sports Authority, Texas, Junior Lien Revenue Refunding Bonds, Series 2001B, 5.250%, 11/15/40 - MBIA Insured | 11/11 at 100 |
| 4,671 | Houston Housing Finance Corporation, Texas, GNMA Collateralized Mortgage Multifamily Housing Revenue Bonds, RRG Apartments Project, Series 2001, 6.350%, 3/20/42 | 9/11 at 105 |
| | Houston, Texas, First Lien Combined Utility System Revenue Bonds, Series 2004A: | |
| 4,000 | 5.250%, 5/15/24 - FGIC Insured | 5/14 at 100 |
| 5,000 | 5.250%, 5/15/25 - MBIA Insured | 5/14 at 100 |
| 6,570 | Houston, Texas, General Obligation Public Improvement Bonds, Series 2001A, 5.375%, 3/01/19 (Pre-refunded 3/01/11) - FSA Insured | 3/11 at 100 |
| 17,500 | Houston, Texas, Hotel Occupancy Tax and Special Revenue Bonds, Convention and Entertainment Project, Series 2001B, 5.250%, 9/01/33 - AMBAC Insured | 9/11 at 100 |
| 4,170 | Houston, Texas, Subordinate Lien Airport System Revenue Bonds, Series 2000B, 5.500%, 7/01/30 - FSA Insured | 7/10 at 100 |
| 23,865 | Jefferson County Health Facilities Development Corporation, Texas, FHA-Insured Mortgage Revenue Bonds, Baptist Hospital of Southeast Texas, Series 2001, 5.500%, 8/15/41 - AMBAC Insured | 8/11 at 100 |
| 140 | Lower Colorado River Authority, Texas, Revenue Refunding and Improvement Bonds, Series 2001A, 5.000%, 5/15/21 (Pre-refunded 5/15/11) - MBIA Insured | 5/11 at 100 |
| 8,065 | Lower Colorado River Authority, Texas, Revenue Refunding and Improvement Bonds, Series 2001A, 5.000%, 5/15/21 - MBIA Insured | 5/11 at 100 |

| | | |
|---|---|---|
| | Port of Houston Authority, Harris County, Texas, General Obligation Port Improvement Bonds, Series 2001B: | |
| 3,205 | 5.500%, 10/01/18 - FGIC Insured (Alternative Minimum Tax) | 10/11 at 100 |
| 3,375 | 5.500%, 10/01/19 - FGIC Insured (Alternative Minimum Tax) | 10/11 at 100 |
| 7,205 | San Antonio, Texas, Airport System Improvement Revenue Bonds, Series 2001, 5.375%, 7/01/15 - FGIC Insured (Alternative Minimum Tax) | 7/11 at 101 |
| | Tarrant County Health Facilities Development Corporation, Texas, Revenue Bonds, Texas Health Resources System, Series 1997A: | |
| 2,900 | 5.250%, 2/15/22 - MBIA Insured | 2/08 at 102 |
| 6,655 | 5.000%, 2/15/26 - MBIA Insured | 2/08 at 101 |
| 165 | Tarrant County Health Facilities Development Corporation, Texas, Revenue Bonds, Texas Health Resources System, Series 1997A, 5.000%, 2/15/26 (Pre-refunded 2/15/08) - MBIA Insured | 2/08 at 101 |
| 1,840 | Ysleta Independent School District Public Facility Corporation, Texas, Lease Revenue Refunding Bonds, Series 2001, 5.375%, 11/15/24 - AMBAC Insured | 11/09 at 100 |
| 220,362 | Total Texas | |
| | UTAH - 0.3% (0.2% OF TOTAL INVESTMENTS) | |
| 2,000 | Clearfield City, Utah, Sales Tax Revenue Bonds, Series 2003, 5.000%, 7/01/28 - FGIC Insured | 7/13 at 100 |
| 1,625 | Utah Housing Finance Agency, FHA-Insured Section 8 Assisted Multifamily Housing Revenue Bonds, Series 1992A, 7.400%, 7/01/24 | 1/07 at 100 |
| 3,625 | Total Utah | |
| | VIRGINIA - 2.0% (1.3% OF TOTAL INVESTMENTS) | |
| 8,000 | Greater Richmond Convention Center Authority, Virginia, Hotel Tax Revenue Bonds, Series 2005, 5.000%, 6/15/30 - MBIA Insured | 6/15 at 100 |
| 1,035 | Loudoun County Industrial Development Authority, Virginia, Lease Revenue Bonds, Public Safety Facilities, Series 2003A, 5.250%, 12/15/20 - FSA Insured | 6/14 at 100 |
| 4,840 | Metropolitan Washington D.C. Airports Authority, Airport System Revenue Bonds, Series 2001A, 5.500%, 10/01/19 - MBIA Insured (Alternative Minimum Tax) | 10/11 at 101 |
| 10,000 | Virginia Housing Development Authority, Commonwealth Mortgage Bonds, Series 2001H-1, 5.375%, 7/01/36 - MBIA Insured | 7/11 at 100 |
| 23,875 | Total Virginia | |

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | WASHINGTON - 2.2% (1.5% OF TOTAL INVESTMENTS) | |
| $ 2,500 | Grant County Public Utility District 2, Washington, Revenue Bonds, Wanapum Hydroelectric Development, Series 2005A, 5.000%, 1/01/29 - FGIC Insured | 1/15 at 100 |
| 3,500 | King County School District 401, Highline, Washington, General Obligation Bonds, Series 2004, 5.000%, 10/01/24 - FGIC Insured | 12/14 at 100 |
| 3,195 | Kitsap County, Washington, Limited Tax General Obligation Bonds, Series 2000, 5.500%, 7/01/25 (Pre-refunded 7/01/10) - AMBAC Insured | 7/10 at 100 |
| 4,250 | Snohomish County Public Utility District 1, Washington, Generation System Revenue Bonds, Series 1989, 6.650%, 1/01/16 - FGIC Insured (ETM) | No Opt. C |
| | Tacoma, Washington, Solid Waste Utility Revenue Refunding Bonds, Series 2006: | |
| 3,890 | 5.000%, 12/01/24 - XLCA Insured | 12/16 at 100 |
| 4,085 | 5.000%, 12/01/25 - XLCA Insured | 12/16 at 100 |
| 4,290 | 5.000%, 12/01/26 - XLCA Insured | 12/16 at 100 |
| 25,710 | Total Washington | |
| | WEST VIRGINIA - 0.8% (0.5% OF TOTAL INVESTMENTS) | |
| 10,000 | Harrison County Commission, West Virginia, Solid Waste Disposal Revenue Bonds, West Penn Power Company - Harrison Station, Series 1993B, 6.300%, 5/01/23 - MBIA Insured (Alternative Minimum Tax) | 11/06 at 100 |
| | WISCONSIN - 4.0% (2.7% OF TOTAL INVESTMENTS) | |
| 18,000 | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Aurora Healthcare Inc., Series 1997, 5.250%, 8/15/17 - MBIA Insured | 8/07 at 102 |
| 15,000 | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Marshfield Clinic, Series 1997, 5.750%, 2/15/27 - MBIA Insured | 2/07 at 102 |
| 550 | Wisconsin Housing and Economic Development Authority, Housing Revenue Bonds, Series 1992A, 6.850%, 11/01/12 - MBIA Insured | 1/07 at 100 |
| 1,675 | Wisconsin Public Power Incorporated System, Power Supply System Revenue Bonds, Series 2005A, 5.000%, 7/01/30 - AMBAC Insured | 7/15 at 100 |
| 2,890 | Wisconsin, General Obligation Bonds, Series 2004-3, 5.250%, 5/01/20 - FGIC Insured | 5/14 at 100 |

| | | |
|---|---|---|
| 10,945 | Wisconsin, General Obligation Bonds, Series 2004-4, 5.000%, 5/01/20 - MBIA Insured | 5/14 at 100 |
| 49,060 | Total Wisconsin | |
| $ 1,942,427 | Total Investments (cost $1,786,083,730) - 151.4% | |
| | Other Assets Less Liabilities - 2.4% | |
| | Preferred Shares, at Liquidation Value - (53.8)% | |
| | Net Assets Applicable to Common Shares - 100% | |

All of the bonds in the Portfolio of Investments, excluding temporary investments in short-term municipal securities, are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance, or are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities, any of which ensure the timely payment of principal and interest.

(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.

WI/DD Purchased on a when-issued or delayed delivery basis.

(ETM) Escrowed to maturity.

(IF) Inverse floating rate investment.

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.



Nuveen Premier Insured Municipal Income Fund, Inc. (NIF)

Portfolio of
INVESTMENTS October 31, 2006

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

| | | |
|---|---|---|
| | ALABAMA - 1.1% (0.8% OF TOTAL INVESTMENTS) | |
| $ 3,200 | Auburn, Alabama, General Obligation Warrants, Series 2005, 5.000%, 8/01/30 - AMBAC Insured | 8/15 at 100 |
| | ARIZONA - 1.5% (1.0% OF TOTAL INVESTMENTS) | |
| 4,370 | Phoenix Civic Improvement Corporation, Arizona, Junior Lien Water System Revenue Bonds, Series 2005, 4.750%, 7/01/25 - MBIA Insured | 7/15 at 100 |
| | ARKANSAS - 1.4% (0.9% OF TOTAL INVESTMENTS) | |
| 4,020 | Northwest Community College District, Arkansas, General Obligation Bonds, Series 2005, 5.000%, 5/15/23 - AMBAC Insured | 5/15 at 100 |
| | CALIFORNIA - 30.8% (20.3% OF TOTAL INVESTMENTS) | |
| | ABAG Finance Authority for Non-Profit Corporations, California, Insured Certificates of Participation, Children's Hospital Medical Center of Northern California, Series 1999: | |
| 6,750 | 5.875%, 12/01/19 - AMBAC Insured | 12/09 at 101 |
| 10,000 | 6.000%, 12/01/29 - AMBAC Insured | 12/09 at 101 |
| 1,000 | California Department of Water Resources, Water System Revenue Bonds, Central Valley Project, Series 2005AC, 5.000%, 12/01/26 - MBIA Insured | 12/14 at 100 |
| 1,250 | California Pollution Control Financing Authority, Remarketed Revenue Bonds, Pacific Gas and Electric Company, Series 1996A, 5.350%, 12/01/16 - MBIA Insured (Alternative Minimum Tax) | 4/11 at 102 |
| 4,775 | Clovis Unified School District, Fresno County, California, General Obligation Bonds, Series 2001A, 0.000%, 8/01/25 - FGIC Insured | No Opt. C |
| 1,005 | Folsom Cordova Unified School District, Sacramento County, California, General Obligation Bonds, School Facilities Improvement District 2, Series 2004B, 5.000%, 10/01/26 - FSA Insured | 10/14 at 100 |
| 1,150 | Kern Community College District, California, General Obligation Bonds, Series 2006, 0.000%, 11/01/23 - FSA Insured | No Opt. C |
| 85 | Kern County Housing Authority, California, GNMA Guaranteed Tax-Exempt Mortgage Obligation Bonds, Series 1994A-I, 7.150%, 12/30/24 (Alternative Minimum Tax) | No Opt. C |
| 55 | Kern County Housing Authority, California, GNMA Guaranteed Tax-Exempt Mortgage Obligation Bonds, Series 1994A-III, 7.450%, 6/30/25 (Alternative Minimum Tax) | No Opt. C |
| 4,750 | La Verne-Grand Terrace Housing Finance Agency, California, Single Family Residential Mortgage Revenue Bonds, Series 1984A, 10.250%, 7/01/17 (ETM) | No Opt. C |
| 5,000 | Ontario Redevelopment Financing Authority, San Bernardino County, California, Revenue Refunding Bonds, Redevelopment Project 1, Series 1995, 7.400%, 8/01/25 - MBIA Insured | No Opt. C |

| | | |
|---|---|---|
| 8,880 | Pomona, California, GNMA/FHLMC Collateralized Single Family Mortgage Revenue Refunding Bonds, Series 1990B, 7.500%, 8/01/23 (ETM) | No Opt. C |
| 12,655 | San Bernardino County, California, GNMA Mortgage-Backed Securities Program Single Family Home Mortgage Revenue Bonds, Series 1988A, 8.300%, 9/01/14 (Alternative Minimum Tax) (ETM) | No Opt. C |
| 10,005 | San Bernardino, California, GNMA Mortgage-Backed Securities Program Single Family Mortgage Revenue Refunding Bonds, Series 1990A, 7.500%, 5/01/23 (ETM) | No Opt. C |
| 4,300 | San Francisco Airports Commission, California, Revenue Refunding Bonds, San Francisco International Airport, Second Series 2001, Issue 27A, 5.125%, 5/01/19 - MBIA Insured (Alternative Minimum Tax) | 5/11 at 100 |
| 2,000 | San Jose Redevelopment Agency, California, Tax Allocation Bonds, Merged Area Redevelopment Project, Series 2004A, 5.250%, 8/01/19 - MBIA Insured | 8/14 at 100 |
| 4,455 | San Mateo County Community College District, California, General Obligation Bonds, Series 2006B, 0.000%, 9/01/21 - MBIA Insured | No Opt. C |
| 1,815 | University of California, General Revenue Bonds, Series 2005G, 4.750%, 5/15/31 - MBIA Insured | 5/13 at 101 |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | CALIFORNIA (continued) | |
| $ 3,600 | Ventura County Community College District, California, General Obligation Bonds, Series 2005B, 5.000%, 8/01/28 - MBIA Insured | 8/15 at 100 |
| 83,530 | Total California | |
| | COLORADO - 7.2% (4.7% OF TOTAL INVESTMENTS) | |
| 1,500 | Adams and Arapahoe Counties Joint School District 28J, Aurora, Colorado, General Obligation Bonds, Series 2003A, 5.125%, 12/01/21 - FSA Insured | 12/13 at 100 |
| 2,500 | Denver City and County, Colorado, Airport System Revenue Refunding Bonds, Series 2002E, 5.500%, 11/15/18 - FGIC Insured (Alternative Minimum Tax) | 11/12 at 100 |
| 6,000 | E-470 Public Highway Authority, Colorado, Senior Revenue Bonds, Series 2000A, 5.750%, 9/01/29 (Pre-refunded 9/01/10) - MBIA | 9/10 at 102 |

| | | |
|---|---|---|
| | Insured | |
| 4,405 | Garfield, Eagle and Pitkin Counties School District RE-1, Roaring Fork, Colorado, General Obligation Bonds, Series 2005A, 5.000%, 12/15/24 - FSA Insured | 12/14 at 100 |
| 2,065 | Jefferson County School District R1, Colorado, General Obligation Bonds, Series 2004, 5.000%, 12/15/24 - FSA Insured | 12/14 at 100 |
| 1,390 | Teller County School District RE-2, Woodland Park, Colorado, General Obligation Bonds, Series 2004, 5.000%, 12/01/22 - MBIA Insured | 12/14 at 100 |
| 1,000 | University of Colorado, Enterprise System Revenue Bonds, Series 2002A, 5.000%, 6/01/19 - FGIC Insured | 6/12 at 100 |
| 1,000 | University of Colorado, Enterprise System Revenue Bonds, Series 2005, 5.000%, 6/01/30 - FGIC Insured | 6/15 at 100 |
| 19,860 | Total Colorado | |
| | FLORIDA - 5.1% (3.3% OF TOTAL INVESTMENTS) | |
| 2,285 | Florida Municipal Loan Council, Revenue Bonds, Series 2005A, 5.000%, 2/01/23 - MBIA Insured | 2/15 at 100 |
| 1,500 | JEA, Florida, Water and Sewerage System Revenue Bonds, Series 2004A, 5.000%, 10/01/19 - FGIC Insured | 10/13 at 100 |
| 4,145 | Miami, Florida, General Obligation Bonds, Series 2002, 5.000%, 1/01/22 - MBIA Insured | 1/12 at 100 |
| 4,240 | Reedy Creek Improvement District, Florida, Utility Revenue Bonds, Series 2003-1, 5.250%, 10/01/17 - MBIA Insured | 10/13 at 100 |
| 2,000 | Tallahassee, Florida, Energy System Revenue Bonds, Series 2005, 5.000%, 10/01/28 - MBIA Insured | 10/15 at 100 |
| 14,170 | Total Florida | |
| | GEORGIA - 3.4% (2.2% OF TOTAL INVESTMENTS) | |
| 2,950 | Atlanta, Georgia, Airport General Revenue Bonds, Series 2004G, 5.000%, 1/01/25 - FSA Insured | 1/15 at 100 |
| 6,500 | Medical Center Hospital Authority, Georgia, Revenue Anticipation Certificates, Columbus Regional Healthcare System, Inc. Project, Series 1999, 5.500%, 8/01/25 - MBIA Insured | 8/09 at 102 |
| 9,450 | Total Georgia | |
| | HAWAII - 3.7% (2.5% OF TOTAL INVESTMENTS) | |
| 2,250 | Hawaii Department of Budget and Finance, Special Purpose Revenue Bonds, Hawaiian Electric Company Inc., Series 1999D, 6.150%, 1/01/20 - AMBAC Insured (Alternative Minimum Tax) | 1/09 at 101 |
| 8,030 | Hawaii Department of Transportation, Airport System Revenue Refunding Bonds, Series 2000B, 6.500%, 7/01/15 - FGIC Insured | 7/10 at 101 |

| | | |
|---|---|---|
| | (Alternative Minimum Tax) | |
| 10,280 | Total Hawaii | |
| | ILLINOIS - 15.9% (10.5% OF TOTAL INVESTMENTS) | |
| 4,000 | Bridgeview, Illinois, General Obligation Bonds, Series 2002, 5.000%, 12/01/22 - FGIC Insured | 12/12 at 100 |
| 8,200 | Chicago Board of Education, Illinois, General Obligation Lease Certificates, Series 1992A, 6.250%, 1/01/15 - MBIA Insured | No Opt. C |
| 10,000 | Chicago, Illinois, General Obligation Refunding Bonds, Series 2000D, 5.500%, 1/01/35 - FGIC Insured | 1/10 at 101 |



Nuveen Premier Insured Municipal Income Fund, Inc. (NIF) (continued)

Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | ILLINOIS (continued) | |
| $ 1,450 | Chicago, Illinois, Third Lien General Airport Revenue Bonds, O'Hare International Airport, Series 2005A, 5.250%, 1/01/24 - MBIA Insured | 1/16 at 100 |
| 23,110 | Illinois Development Finance Authority, Local Government Program Revenue Bonds, Kane, Cook and DuPage Counties School District U46 - Elgin, Series 2002, 0.000%, 1/01/17 - FSA Insured | No Opt. C |
| 5,010 | Metropolitan Pier and Exposition Authority, Illinois, Revenue Refunding Bonds, McCormick Place Expansion Project, Series 1996A, 0.000%, 12/15/21 - MBIA Insured | No Opt. C |
| 3,225 | Regional Transportation Authority, Cook, DuPage, Kane, Lake, McHenry and Will Counties, Illinois, General Obligation Bonds, Series 1992A, 9.000%, 6/01/09 - AMBAC Insured | No Opt. C |
| 54,995 | Total Illinois | |
| | INDIANA - 2.9% (1.9% OF TOTAL INVESTMENTS) | |
| | Indiana University, Parking Facility Revenue Bonds, Series 2004: | |
| 1,015 | 5.250%, 11/15/19 - AMBAC Insured | 11/14 at 100 |
| 1,060 | 5.250%, 11/15/20 - AMBAC Insured | 11/14 at 100 |
| 1,100 | 5.250%, 11/15/21 - AMBAC Insured | 11/14 at 100 |

| | | |
|---|---|---|
| 9,255 | Indianapolis Local Public Improvement Bond Bank, Indiana, Series 1999E, 0.000%, 2/01/25 - AMBAC Insured | No Opt. C |
| 1,000 | Metropolitan School District Steuben County K-5 Building Corporation, Indiana, First Mortgage Bonds, Series 2003, 5.250%, 1/15/21 - FSA Insured | 7/14 at 102 |
| 13,430 | Total Indiana | |
| | IOWA - 1.2% (0.8% OF TOTAL INVESTMENTS) | |
| 3,345 | Ames, Iowa, Hospital Revenue Refunding Bonds, Mary Greeley Medical Center, Series 2003, 5.000%, 6/15/17 - AMBAC Insured | 6/13 at 100 |
| | KANSAS - 1.4% (0.9% OF TOTAL INVESTMENTS) | |
| 1,245 | Kansas Development Finance Authority, Board of Regents, Revenue Bonds, Kansas State University Housing System, Series 2005A, 5.000%, 4/01/23 - MBIA Insured | 4/15 at 100 |
| 2,760 | Neosho County Unified School District 413, Kansas, General Obligation Bonds, Series 2006, 5.000%, 9/01/31 - FSA Insured | 9/14 at 100 |
| 4,005 | Total Kansas | |
| | MARYLAND - 2.2% (1.4% OF TOTAL INVESTMENTS) | |
| 1,200 | Maryland Economic Development Corporation, Student Housing Revenue Refunding Bonds, University of Maryland College Park Projects, Series 2006, 5.000%, 6/01/28 - CIFG Insured | 6/16 at 100 |
| 5,000 | Maryland Transportation Authority, Airport Parking Revenue Bonds, Baltimore-Washington International Airport Passenger Facility, Series 2002B, 5.125%, 3/01/21 - AMBAC Insured (Alternative Minimum Tax) | 3/12 at 101 |
| 6,200 | Total Maryland | |
| | MASSACHUSETTS - 1.6% (1.0% OF TOTAL INVESTMENTS) | |
| 4,400 | Massachusetts School Building Authority, Dedicated Sales Tax Revenue Bonds, Series 2005A, 5.000%, 8/15/23 - FSA Insured | 8/15 at 100 |
| | MICHIGAN - 3.6% (2.4% OF TOTAL INVESTMENTS) | |
| 6,500 | Michigan Higher Education Student Loan Authority, Revenue Bonds, Series 2000 XII-T, 5.300%, 9/01/10 - AMBAC Insured (Alternative Minimum Tax) | No Opt. C |
| 3,810 | Michigan Housing Development Authority, GNMA Collateralized Limited Obligation Multifamily Housing Revenue Bonds, Cranbrook Apartments, Series 2001A, 5.500%, 2/20/43 (Alternative Minimum Tax) | 8/12 at 102 |
| 10,310 | Total Michigan | |

| | | |
|---|---|---|
| | MINNESOTA - 1.8% (1.2% OF TOTAL INVESTMENTS) | |
| 4,860 | Minneapolis-St. Paul Metropolitan Airports Commission, Minnesota, Airport Revenue Bonds, Series 2001B, 5.750%, 1/01/15 - FGIC Insured (Alternative Minimum Tax) | 1/11 at 100 |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | MINNESOTA (continued) | |
| $ 145 | Minnesota Housing Finance Agency, Rental Housing Bonds, Series 1995D, 5.950%, 2/01/18 - MBIA Insured | 2/07 at 100 |
| 5,005 | Total Minnesota | |
| | MISSOURI - 3.4% (2.2% OF TOTAL INVESTMENTS) | |
| 7,495 | Jefferson County Industrial Development Authority, Missouri, Housing Revenue Bonds, Richardson Road Apartments Project, Series 1985, 11.000%, 12/15/15 (Pre-refunded 8/15/07) | 8/07 at 100 |
| 2,000 | Missouri Western State College, Auxiliary System Revenue Bonds, Series 2003, 5.000%, 10/01/21 - MBIA Insured | 10/13 at 100 |
| 9,495 | Total Missouri | |
| | NEVADA - 8.5% (5.6% OF TOTAL INVESTMENTS) | |
| 3,000 | Clark County, Nevada, General Obligation Bank Bonds, Southern Nevada Water Authority Loan, Series 2002, 5.000%, 6/01/32 - MBIA Insured | 12/12 at 100 |
| 8,000 | Clark County, Nevada, Subordinate Lien Airport Revenue Bonds, Series 2001B, 5.125%, 7/01/21 (Pre-refunded 7/01/11) - FGIC Insured | 7/11 at 100 |
| 7,990 | Reno, Nevada, Senior Lien Sales and Room Tax Revenue Bonds, Reno Transportation Rail Access Corridor Project, Series 2002, 5.250%, 6/01/41 (Pre-refunded 6/01/12) - AMBAC Insured | 6/12 at 100 |
| 5,050 | Washoe County, Nevada, Gas and Water Facilities Remarketed Revenue Refunding Bonds, Sierra Pacific Power Company, Series 1987, 6.300%, 12/01/14 - AMBAC Insured | 12/14 at 100 |
| 24,040 | Total Nevada | |
| | NEW JERSEY - 1.1% (0.8% OF TOTAL INVESTMENTS) | |

| | | |
|---|---|---|
| | New Jersey Economic Development Authority, Revenue Bonds, Motor Vehicle Surcharge, Series 2004A: | |
| 1,200 | 5.000%, 7/01/22 - MBIA Insured | 7/14 at 100 |
| 1,200 | 5.000%, 7/01/23 - MBIA Insured | 7/14 at 100 |
| 800 | Rutgers State University, New Jersey, Certificates of Participation, Lower Georges Street University Redevelopment Associates LLC, Series 2004, 5.000%, 1/01/24 - AMBAC Insured | 1/14 at 100 |
| 3,200 | Total New Jersey | |
| | NEW YORK - 8.3% (5.5% OF TOTAL INVESTMENTS) | |
| 1,000 | Dormitory Authority of the State of New York, FHA-Insured Mortgage Revenue Bonds, Montefiore Hospital, Series 2004, 5.000%, 8/01/23 - FGIC Insured | 2/15 at 100 |
| 5,000 | Long Island Power Authority, New York, Electric System General Revenue Bonds, Series 2006A, 5.000%, 12/01/25 - FGIC Insured | 6/16 at 100 |
| 10,000 | Metropolitan Transportation Authority, New York, Transportation Revenue Refunding Bonds, Series 2002F, 5.250%, 11/15/27 - MBIA Insured | 11/12 at 100 |
| 5,700 | New York State Thruway Authority, General Revenue Bonds, Series 2005G, 5.000%, 1/01/26 - FSA Insured | 7/15 at 100 |
| 1,450 | New York State Thruway Authority, Highway and Bridge Trust Fund Bonds, Second Generation, Series 2005B, 5.000%, 4/01/21 - AMBAC Insured | 10/15 at 100 |
| 23,150 | Total New York | |
| | NORTH CAROLINA - 2.1% (1.5% OF TOTAL INVESTMENTS) | |
| 3,100 | North Carolina Medical Care Commission, FHA-Insured Mortgage Revenue Bonds, Betsy Johnson Regional Hospital Project, Series 2003, 5.125%, 10/01/32 - FSA Insured | 10/13 at 100 |
| 3,050 | Raleigh Durham Airport Authority, North Carolina, Airport Revenue Bonds, Series 2005A, 5.000%, 5/01/22 - AMBAC Insured | 5/15 at 100 |
| 6,150 | Total North Carolina | |
| | OHIO - 0.3% (0.2% OF TOTAL INVESTMENTS) | |
| 820 | Cincinnati City School District, Hamilton County, Ohio, General Obligation Bonds, Series 2006, 5.250%, 12/01/22 - FGIC Insured | No Opt. C |

Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | OKLAHOMA - 1.6% (1.1% OF TOTAL INVESTMENTS) | |
| $ 3,500 | Oklahoma Capitol Improvement Authority, State Facilities Revenue Bonds, Series 2005F, 5.000%, 7/01/24 - AMBAC Insured | 7/15 at 100 |
| 980 | Oklahoma Housing Finance Agency, GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 1987A, 7.997%, 8/01/18 (Alternative Minimum Tax) | No Opt. C |
| 4,480 | Total Oklahoma | |
| | OREGON - 4.2% (2.8% OF TOTAL INVESTMENTS) | |
| | Oregon Health Sciences University, Revenue Bonds, Series 2002A: | |
| 5,000 | 5.000%, 7/01/26 - MBIA Insured | 1/13 at 100 |
| 7,000 | 5.000%, 7/01/32 - MBIA Insured | 1/13 at 100 |
| 12,000 | Total Oregon | |
| | PENNSYLVANIA - 2.3% (1.6% OF TOTAL INVESTMENTS) | |
| 1,500 | Allegheny County Sanitary Authority, Pennsylvania, Sewerage Revenue Bonds, Series 2005A, 5.000%, 12/01/23 - MBIA Insured | 12/15 at 100 |
| 4,000 | Commonwealth Financing Authority, Pennsylvania, State Appropriation Lease Bonds, Series 2006A, 5.000%, 6/01/26 - FSA Insured | 6/16 at 100 |
| 1,050 | Pennsylvania Turnpike Commission, Turnpike Revenue Bonds, Series 2006A, 5.000%, 12/01/26 - AMBAC Insured | 6/16 at 100 |
| 6,550 | Total Pennsylvania | |
| | PUERTO RICO - 2.1% (1.4% OF TOTAL INVESTMENTS) | |
| 2,500 | Puerto Rico Electric Power Authority, Power Revenue Bonds, Series 2005RR, 5.000%, 7/01/22 - FGIC Insured | 7/15 at 100 |
| 1,000 | Puerto Rico Municipal Finance Agency, Series 2005C, 5.250%, 8/01/21 - CIFG Insured | No Opt. C |
| 2,000 | Puerto Rico, Highway Revenue Bonds, Highway and Transportation Authority, Series 2003AA, 5.500%, 7/01/17 - MBIA Insured | No Opt. C |
| 5,500 | Total Puerto Rico | |
| | TENNESSEE - 3.6% (2.4% OF TOTAL INVESTMENTS) | |

| | | |
|---|---|---|
| 3,000 | Blount County Public Building Authority, Tennessee, Local Government Public Improvement Lease Bonds, Oak Ridge, Series 2005B-9-A, 5.000%, 6/01/24 - AMBAC Insured | 6/15 at 100 |
| 2,055 | Memphis, Tennessee, Sanitary Sewerage System Revenue Bonds, Series 2004, 5.000%, 10/01/22 - FSA Insured | 10/14 at 100 |
| 5,000 | Metropolitan Government of Nashville-Davidson County Health and Educational Facilities Board, Tennessee, Revenue Bonds, Ascension Health Credit Group, Series 1999A, 6.000%, 11/15/30 (Pre-refunded 11/15/09) - AMBAC Insured | 11/09 at 101 |
| 10,055 | Total Tennessee | |
| | TEXAS - 10.5% (6.9% OF TOTAL INVESTMENTS) | |
| 12,500 | Dallas-Ft. Worth International Airport, Texas, Joint Revenue Refunding and Improvement Bonds, Series 2001A, 5.500%, 11/01/35 - FGIC Insured (Alternative Minimum Tax) | 11/09 at 100 |
| | North Harris County Regional Water Authority, Texas, Senior Water Revenue Bonds, Series 2003: | |
| 4,565 | 5.250%, 12/15/20 - FGIC Insured | 12/13 at 100 |
| 4,800 | 5.250%, 12/15/21 - FGIC Insured | 12/13 at 100 |
| 7,600 | San Antonio, Texas, Airport System Improvement Revenue Bonds, Series 2001, 5.375%, 7/01/16 - FGIC Insured (Alternative Minimum Tax) | 7/11 at 101 |
| 29,465 | Total Texas | |
| | WASHINGTON - 18.5% (12.2% OF TOTAL INVESTMENTS) | |
| 5,000 | Chelan County Public Utility District 1, Washington, Hydro Consolidated System Revenue Bonds, Series 2001B, 5.600%, 1/01/36 - MBIA Insured (Alternative Minimum Tax) | 7/11 at 101 |
| | King County School District 405, Bellevue, Washington, General Obligation Bonds, Series 2002: | |
| 12,060 | 5.000%, 12/01/19 - FGIC Insured | 12/12 at 100 |
| 12,785 | 5.000%, 12/01/20 - FGIC Insured | 12/12 at 100 |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | WASHINGTON (continued) | |
| | Pierce County School District 343, Dieringer, Washington, General Obligation Refunding Bonds, Series 2003: | |

| | | | |
|---|---|---|---|
| $ 2,755 | 5.250%, 12/01/18 - FGIC Insured | | 6/13 at 100 |
| 2,990 | 5.250%, 12/01/19 - FGIC Insured | | 6/13 at 100 |
| 4,715 | Port of Seattle, Washington, Revenue Bonds, Series 2001B, 5.625%, 4/01/17 - FGIC Insured (Alternative Minimum Tax) | | 10/11 at 100 |
| 895 | Port of Seattle, Washington, Special Facility Revenue Bonds, Terminal 18, Series 1999C, 6.000%, 9/01/29 - MBIA Insured (Alternative Minimum Tax) | | 3/10 at 101 |
| 1,265 | Tacoma, Washington, General Obligation Bonds, Series 2002, 5.000%, 12/01/18 - FGIC Insured | | 12/12 at 100 |
| 4,200 | Tacoma, Washington, Solid Waste Utility Revenue Refunding Bonds, Series 2001, 5.250%, 12/01/20 (Pre-refunded 12/01/11) - AMBAC Insured | | 12/11 at 100 |
| 5,000 | Washington, General Obligation Bonds, Series 2001C, 5.250%, 1/01/26 - FSA Insured | | 1/11 at 100 |
| 51,665 | Total Washington | | |
| $ 437,140 | Total Investments (cost $422,929,142) - 151.3% | | |
| | Other Assets Less Liabilities - 2.5% | | |
| | Preferred Shares, at Liquidation Value - (53.8)% | | |
| | Net Assets Applicable to Common Shares - 100% | | |

All of the bonds in the Portfolio of Investments, excluding temporary investments in short-term municipal securities, are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance, or are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities, any of which ensure the timely payment of principal and interest.

(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.

(ETM) Escrowed to maturity.

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.

Nuveen Insured Premium Income Municipal Fund 2 (NPX)

Portfolio of
INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | ALABAMA - 2.2% (1.5% OF TOTAL INVESTMENTS) | |
| $ 3,750 | Huntsville Healthcare Authority, Alabama, Revenue Bonds, Series 2005A, 5.000%, 6/01/24 - MBIA Insured | 6/15 at 100 |
| | Jefferson County, Alabama, General Obligation Warrants, Series 2004A: | |
| 1,395 | 5.000%, 4/01/22 - MBIA Insured | 4/14 at 100 |
| 1,040 | 5.000%, 4/01/23 - MBIA Insured | 4/14 at 100 |
| | Montgomery Water and Sewerage Board, Alabama, Water and Sewerage Revenue Bonds, Series 2005: | |
| 2,220 | 5.000%, 3/01/24 - FSA Insured | 3/15 at 100 |
| 2,590 | 5.000%, 3/01/25 - FSA Insured | 3/15 at 100 |
| 10,995 | Total Alabama | |
| | ARIZONA - 2.4% (1.6% OF TOTAL INVESTMENTS) | |
| 12,365 | Phoenix Civic Improvement Corporation, Arizona, Junior Lien Water System Revenue Bonds, Series 2005, 4.750%, 7/01/27 - MBIA Insured | 7/15 at 100 |
| | ARKANSAS - 2.9% (1.9% OF TOTAL INVESTMENTS) | |
| 7,745 | Arkansas Development Finance Authority, State Facility Revenue Bonds, Donaghey Plaza Project, Series 2004, 5.250%, 6/01/25 - FSA Insured | 6/14 at 100 |
| | University of Arkansas, Fayetteville, Revenue Bonds, Medical Sciences Campus, Series 2004B: | |
| 2,000 | 5.000%, 11/01/27 - MBIA Insured | 11/14 at 100 |
| 2,000 | 5.000%, 11/01/28 - MBIA Insured | 11/14 at 100 |
| 2,480 | University of Arkansas, Monticello Campus, Revenue Bonds, Series 2005, 5.000%, 12/01/35 - AMBAC Insured | 12/13 at 100 |
| 14,225 | Total Arkansas | |
| | CALIFORNIA - 20.3% (13.6% OF TOTAL INVESTMENTS) | |
| 2,000 | California Department of Water Resources, Water System Revenue Bonds, Central Valley Project, Series 2005AC, 5.000%, 12/01/24 - MBIA Insured | 12/14 at 100 |
| 1,800 | California Educational Facilities Authority, Revenue Bonds, | 10/15 at 100 |

| | | |
|---|---|---|
| | Occidental College, Series 2005A, 5.000%, 10/01/33 - MBIA Insured | |
| 2,335 | California Infrastructure Economic Development Bank, First Lien Revenue Bonds, San Francisco Bay Area Toll Bridge, Series 2003A. Residuals Series 1485, 7.327%, 7/01/33 (Pre-refunded 1/01/28) - AMBAC Insured (IF) | 1/28 at 100 |
| 31,200 | Foothill/Eastern Transportation Corridor Agency, California, Toll Road Revenue Refunding Bonds, Series 1999, 0.000%, 1/15/34 - MBIA Insured | 1/10 at 24 |
| 1,735 | Fullerton Public Financing Authority, California, Tax Allocation Revenue Bonds, Series 2005, 5.000%, 9/01/27 - AMBAC Insured | 9/15 at 100 |
| 7,000 | Golden State Tobacco Securitization Corporation, California, Tobacco Settlement Asset-Backed Revenue Bonds, Series 2005A, 5.000%, 6/01/35 - FGIC Insured | 6/15 at 100 |
| 1,870 | Kern Community College District, California, General Obligation Bonds, Series 2006, 0.000%, 11/01/23 - FSA Insured | No Opt. C |
| 6,520 | Los Angeles Unified School District, California, General Obligation Bonds, Series 2005E, 5.000%, 7/01/22 - AMBAC Insured | 7/15 at 100 |
| 4,000 | Los Angeles Unified School District, California, General Obligation Bonds, Series 2006F, 5.000%, 7/01/24 - FGIC Insured | 7/16 at 100 |
| 15,000 | Orange County Sanitation District, California, Certificates of Participation, Series 2003, 5.250%, 2/01/30 - FGIC Insured | 8/13 at 100 |
| 10,000 | Orange County Water District, California, Revenue Certificates of Participation, Series 2003B, 5.000%, 8/15/34 - MBIA Insured | 8/13 at 100 |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | CALIFORNIA (continued) | |
| $ 1,000 | Orange County Water District, California, Revenue Certificates of Participation, Series 2005B, 5.000%, 8/15/24 - MBIA Insured | 2/15 at 100 |
| 1,435 | Pasadena Area Community College District, Los Angeles County, California, General Obligation Bonds, Series 2003A, 5.000%, 6/01/22 (Pre-refunded 6/01/13) - FGIC Insured | 6/13 at 100 |
| 12,265 | Sacramento City Financing Authority, California, Capital Improvement Revenue Bonds, Solid Waste and Redevelopment Projects, Series 1999, 5.800%, 12/01/19 (Pre-refunded 12/01/09) - AMBAC Insured | 12/09 at 102 |

| | | |
|---|---|---|
| 735 | Sacramento City Financing Authority, California, Capital Improvement Revenue Bonds, Solid Waste and Redevelopment Projects, Series 1999, 5.800%, 12/01/19 - AMBAC Insured | 12/09 at 102 |
| | San Diego County, California, Certificates of Participation, Edgemoor Facility Project and Regional System, Series 2005: | |
| 1,675 | 5.000%, 2/01/24 - AMBAC Insured | 2/15 at 100 |
| 720 | 5.000%, 2/01/25 - AMBAC Insured | 2/15 at 100 |
| 4,725 | San Diego Unified School District, San Diego County, California, General Obligation Bonds, Series 2006, Residuals Series 1499, 7.326%, 7/01/29 - FSA Insured (IF) | 7/15 at 100 |
| 2,000 | San Jose Redevelopment Agency, California, Tax Allocation Bonds, Merged Area Redevelopment Project, Series 2004A, 5.250%, 8/01/19 - MBIA Insured | 8/14 at 100 |
| 5,000 | Torrance, California, Certificates of Participation, Series 2005B, 5.000%, 6/01/24 - AMBAC Insured | No Opt. C |
| 12,500 | University of California, Revenue Bonds, Multi-Purpose Projects, Series 2003A, 5.000%, 5/15/33 - AMBAC Insured | 5/13 at 100 |
| 125,515 | Total California | |
| | COLORADO - 8.9% (6.0% OF TOTAL INVESTMENTS) | |
| 1,940 | Colorado Educational and Cultural Facilities Authority, Charter School Revenue Bonds, Adams School District 12 - Pinnacle School, Series 2003, 5.250%, 6/01/23 - XLCA Insured | 6/13 at 100 |
| 3,405 | Colorado Educational and Cultural Facilities Authority, Charter School Revenue Bonds, Classical Academy, Series 2003, 5.250%, 12/01/23 - XLCA Insured | 12/13 at 100 |
| 3,500 | Colorado Health Facilities Authority, Revenue Bonds, Poudre Valley Healthcare Inc., Series 1999A, 5.750%, 12/01/23 (Pre-refunded 12/01/09) - FSA Insured | 12/09 at 101 |
| 17,145 | Denver Convention Center Hotel Authority, Colorado, Senior Revenue Bonds, Convention Center Hotel, Series 2003A, 5.000%, 12/01/33 (Pre-refunded 12/01/13) - XLCA Insured | 12/13 at 100 |
| 6,100 | Denver School District 1, Colorado, General Obligation Bonds, Series 2004, 5.000%, 12/01/18 - FSA Insured | 12/13 at 100 |
| 1,325 | El Paso County, Colorado, Certificates of Participation, Detention Facility Project, Series 2002B, 5.000%, 12/01/27 - AMBAC Insured | 12/12 at 100 |
| | Jefferson County School District R1, Colorado, General Obligation Bonds, Series 2004: | |
| 2,500 | 5.000%, 12/15/22 - FSA Insured | 12/14 at 100 |
| 5,125 | 5.000%, 12/15/23 - FSA Insured | 12/14 at 100 |
| 2,000 | 5.000%, 12/15/24 - FSA Insured | 12/14 at 100 |
| 1,000 | University of Colorado, Enterprise System Revenue Bonds, Series 2005, 5.000%, 6/01/30 - FGIC Insured | 6/15 at 100 |
| 44,040 | Total Colorado | |

| | | |
|---|---|---|
| | FLORIDA - 0.8% (0.5% OF TOTAL INVESTMENTS) | |
| 4,000 | Florida State Board of Education, Full Faith and Credit Public Education Capital Outlay Bonds, Series 2003J, 5.000%, 6/01/22 - AMBAC Insured | 6/13 at 101 |
| | GEORGIA - 3.8% (2.5% OF TOTAL INVESTMENTS) | |
| 4,000 | Cobb County Development Authority, Georgia, Parking Revenue Bonds, Kennesaw State University, Series 2004, 5.000%, 7/15/24 - MBIA Insured | 7/14 at 100 |
| 2,925 | Columbus, Georgia, Water and Sewerage Revenue Bonds, Series 2005, 5.000%, 5/01/23 - MBIA Insured | 5/14 at 100 |





| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | GEORGIA (continued) | |
| | Municipal Electric Authority of Georgia, Combustion Turbine Revenue Bonds, Series 2003A: | |
| $ 1,775 | 5.000%, 11/01/21 - MBIA Insured | 11/13 at 100 |
| 2,580 | 5.000%, 11/01/22 - MBIA Insured | 11/13 at 100 |
| 4,500 | South Fulton Municipal Regional Water and Sewerage Authority, Georgia, Water and Sewerage Revenue Bonds, Series 2003, 5.000%, 1/01/33 - MBIA Insured | 1/13 at 100 |
| 3,000 | Valdosta and Lowndes County Hospital Authority, Georgia, Revenue Certificates, South Georgia Medical Center, Series 2002, 5.200%, 10/01/22 - AMBAC Insured | 10/12 at 101 |
| 18,780 | Total Georgia | |
| | HAWAII - 7.8% (5.2% OF TOTAL INVESTMENTS) | |
| 2,375 | Hawaii County, Hawaii, General Obligation Bonds, Series 2003A, 5.000%, 7/15/19 - FSA Insured | 7/13 at 100 |
| 20,000 | Hawaii Department of Budget and Finance, Special Purpose Revenue Refunding Bonds, Hawaiian Electric Company Inc., Series 2000, 5.700%, 7/01/20 - AMBAC Insured (Alternative Minimum Tax) | 7/10 at 101 |

| | | |
|---|---|---|
| | Hawaii Department of Transportation, Airport System Revenue Refunding Bonds, Series 2000B: | |
| 6,105 | 6.100%, 7/01/16 - FGIC Insured (Alternative Minimum Tax) | 7/10 at 101 |
| 9,500 | 6.625%, 7/01/17 - FGIC Insured (Alternative Minimum Tax) | 7/10 at 101 |
| 37,980 | Total Hawaii | |
| | IDAHO - 0.1% (0.1% OF TOTAL INVESTMENTS) | |
| 475 | Idaho Housing and Finance Association, Single Family Mortgage Bonds, Series 1998E, 5.450%, 7/01/18 - AMBAC Insured (Alternative Minimum Tax) | 1/08 at 101 |
| | ILLINOIS - 3.7% (2.5% OF TOTAL INVESTMENTS) | |
| 1,015 | Chicago Park District, Illinois, Limited Tax General Obligation Park Bonds, Series 2001C, 5.500%, 1/01/18 - FGIC Insured | 7/11 at 100 |
| | Illinois Health Facilities Authority, Revenue Bonds, Lutheran General Health System, Series 1993A: | |
| 3,230 | 6.125%, 4/01/12 - FSA Insured (ETM) | No Opt. C |
| 5,000 | 6.250%, 4/01/18 - FSA Insured (ETM) | No Opt. C |
| 1,950 | Illinois Health Facilities Authority, Revenue Refunding Bonds, SSM Healthcare System, Series 1992AA, 6.550%, 6/01/14 - MBIA Insured | No Opt. C |
| 6,000 | Illinois Toll Highway Authority, State Toll Highway Authority Revenue Bonds, Series 2006, 5.000%, 1/01/26 - FSA Insured | 7/16 at 100 |
| 255 | Peoria, Moline and Freeport, Illinois, GNMA Collateralized Single Family Mortgage Revenue Bonds, Series 1995A, 7.600%, 4/01/27 (Alternative Minimum Tax) | 4/07 at 104 |
| 17,450 | Total Illinois | |
| | INDIANA - 0.9% (0.6% OF TOTAL INVESTMENTS) | |
| | Hamilton County Public Building Corporation, Indiana, First Mortgage Bonds, Series 2004: | |
| 2,105 | 5.000%, 8/01/23 - FSA Insured | 8/14 at 100 |
| 2,215 | 5.000%, 8/01/24 - FSA Insured | 8/14 at 100 |
| 4,320 | Total Indiana | |
| | KANSAS - 0.3% (0.2% OF TOTAL INVESTMENTS) | |
| 1,500 | Kansas Turnpike Authority, Revenue Bonds, Series 2004A-2, 5.000%, 9/01/27 - FSA Insured | 9/14 at 101 |
| | KENTUCKY - 1.1% (0.7% OF TOTAL INVESTMENTS) | |
| 6,010 | Kentucky Economic Development Finance Authority, Health System Revenue Bonds, Norton Healthcare Inc., Series 2000B, 0.000%, 10/01/28 - MBIA Insured | No Opt. C |
| 3,575 | Kentucky Turnpike Authority, Economic Development Road Revenue | 7/15 at 100 |

| | | |
|---|---|---|
| | Bonds, Revitalization Project, Series 2005B, 5.000%, 7/01/25 - AMBAC Insured | |
| 9,585 | Total Kentucky | |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | LOUISIANA - 2.9% (1.9% OF TOTAL INVESTMENTS) | |
| $ 1,640 | Louisiana Public Facilities Authority, Revenue Bonds, Baton Rouge General Hospital, Series 2004, 5.250%, 7/01/24 - MBIA Insured | 7/14 at 100 |
| 3,400 | Louisiana State, Gas Tax Revenue Bonds, Series 2006, 4.500%, 5/01/41 (WI/DD, Settling 11/02/06) - FGIC Insured | 5/16 at 100 |
| 3,630 | Louisiana State, Gasoline Tax Revenue Bonds, Series 2006, Residuals 660-1, 5.850%, 5/01/41 (WI/DD, Settling 11/02/06) - FGIC Insured (IF) | 5/16 at 100 |
| 440 | Louisiana State, Gasoline Tax Revenue Bonds, Series 2006, Residuals 661, 6.597%, 5/01/39 (WI/DD, Settling 11/02/06) - FSA Insured (IF) | 5/16 at 100 |
| | Louisiana, Gasoline and Fuels Tax Revenue Bonds, Series 2005A: | |
| 1,200 | 5.000%, 5/01/25 - FGIC Insured | 5/15 at 100 |
| 2,210 | 5.000%, 5/01/26 - FGIC Insured | 5/15 at 100 |
| 2,500 | 5.000%, 5/01/27 - FGIC Insured | 5/15 at 100 |
| 15,020 | Total Louisiana | |
| | MARYLAND - 0.9% (0.6% OF TOTAL INVESTMENTS) | |
| 1,865 | Baltimore, Maryland, Senior Lien Convention Center Hotel Revenue Bonds, Series 2006A, 5.250%, 9/01/26 - XLCA Insured | 9/16 at 100 |
| 2,580 | Maryland Health and Higher Educational Facilities Authority, Revenue Bonds, Western Maryland Health, Series 2006A, 4.750%, 7/01/36 (WI/DD, Settling 11/16/06) - MBIA Insured | 7/16 at 100 |
| 4,445 | Total Maryland | |
| | MASSACHUSETTS - 3.5% (2.3% OF TOTAL INVESTMENTS) | |
| 3,000 | Massachusetts Development Finance Authority, Revenue Bonds, WGBH Educational Foundation, Series 2002A, 5.750%, 1/01/42 - AMBAC Insured | No Opt. C |

| | | |
|---|---|---|
| 2,600 | Massachusetts Health and Educational Facilities Authority, Revenue Bonds, Simmons College, Series 2003F, 5.000%, 10/01/33 - FGIC Insured | 10/13 at 100 |
| 4,910 | Massachusetts, General Obligation Bonds, Consolidated Loan, Series 2002C, 5.500%, 11/01/15 - MBIA Insured | No Opt. C |
| | Massachusetts, Special Obligation Dedicated Tax Revenue Bonds, Series 2004: | |
| 3,650 | 5.250%, 1/01/22 (Pre-refunded 1/01/14) - FGIC Insured | 1/14 at 100 |
| 2,000 | 5.250%, 1/01/24 (Pre-refunded 1/01/14) - FGIC Insured | 1/14 at 100 |
| 16,160 | Total Massachusetts | |
| | MICHIGAN - 1.9% (1.3% OF TOTAL INVESTMENTS) | |
| 10,000 | Michigan Housing Development Authority, Rental Housing Revenue Bonds, Series 1997A, 6.000%, 4/01/16 - AMBAC Insured (Alternative Minimum Tax) | 4/07 at 102 |
| | MINNESOTA - 0.2% (0.1% OF TOTAL INVESTMENTS) | |
| 885 | Minnesota Housing Finance Agency, Rental Housing Bonds, Series 1995D, 5.950%, 2/01/18 - MBIA Insured | 2/07 at 100 |
| | MISSOURI - 0.6% (0.4% OF TOTAL INVESTMENTS) | |
| 945 | Hazelwood Industrial Development Authority, Missouri, GNMA Collateralized Project Multifamily Housing Revenue Refunding Bonds, Lakes Apartments Project, Series 1996, 6.000%, 9/20/16 | 3/07 at 102 |
| 1,000 | Jackson County Reorganized School District R-7, Lees Summit, Missouri, General Obligation Bonds, Series 2006, 5.250%, 3/01/25 - MBIA Insured | 3/16 at 100 |
| 535 | Missouri Housing Development Commission, Multifamily Housing Revenue Bonds, Brookstone Village Apartments, Series 1996A, 6.000%, 12/01/16 - FSA Insured (Alternative Minimum Tax) | 12/06 at 102 |
| 750 | Missouri Western State College, Auxiliary System Revenue Bonds, Series 2003, 5.000%, 10/01/33 - MBIA Insured | 10/13 at 100 |
| 3,230 | Total Missouri | |

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | NEBRASKA - 0.7% (0.5% OF TOTAL INVESTMENTS) | |
| | Nebraska Public Power District, General Revenue Bonds, Series 2005A: | |
| $ 1,000 | 5.000%, 1/01/24 - FSA Insured | 1/15 at 100 |
| 1,000 | 5.000%, 1/01/25 - FSA Insured | 1/15 at 100 |
| 1,290 | Omaha Public Power District, Nebraska, Electric System Revenue Bonds, Nebraska City 2, Series 2006A, Residuals 1508-2, 7.530%, 2/01/49 (WI/DD, Settling 11/02/06) - AMBAC Insured (IF) | 2/17 at 100 |
| 3,290 | Total Nebraska | |
| | NEVADA - 3.2% (2.1% OF TOTAL INVESTMENTS) | |
| 5,000 | Clark County, Nevada, Industrial Development Revenue Bonds, Southwest Gas Corporation, Series 2000C, 5.950%, 12/01/38 - AMBAC Insured (Alternative Minimum Tax) | 7/10 at 102 |
| 3,280 | Clark County, Nevada, Subordinate Lien Airport Revenue Bonds, Series 2004A-2, 5.125%, 7/01/24 - FGIC Insured | 7/14 at 100 |
| | Director of Nevada State Department of Business and Industry, Revenue Bonds, Las Vegas Monorail Project, First Tier, Series 2000: | |
| 5,000 | 0.000%, 1/01/27 - AMBAC Insured | No Opt. C |
| 5,500 | 5.625%, 1/01/32 - AMBAC Insured | 1/10 at 102 |
| 18,780 | Total Nevada | |
| | NEW JERSEY - 3.1% (2.1% OF TOTAL INVESTMENTS) | |
| | Essex County Improvement Authority, New Jersey, Guaranteed Revenue Bonds, Project Consolidation, Series 2004: | |
| 2,000 | 5.125%, 10/01/21 - MBIA Insured | 10/14 at 100 |
| 2,250 | 5.125%, 10/01/22 - MBIA Insured | 10/14 at 100 |
| 1,560 | Mount Olive Township Board of Education, Morris County, New Jersey, General Obligation Bonds, Series 2004, 5.000%, 1/15/22 - MBIA Insured | 1/15 at 100 |
| | New Jersey Economic Development Authority, Revenue Bonds, Motor Vehicle Surcharge, Series 2004A: | |
| 1,475 | 5.000%, 7/01/22 - MBIA Insured | 7/14 at 100 |
| 1,475 | 5.000%, 7/01/23 - MBIA Insured | 7/14 at 100 |
| 3,075 | New Jersey Transit Corporation, Certificates of Participation Refunding, Series 2003, 5.500%, 10/01/15 - FSA Insured | No Opt. C |
| 3,315 | New Jersey Turnpike Authority, Revenue Bonds, Series 2005A, 5.000%, 1/01/25 - FSA Insured | 1/15 at 100 |
| 15,150 | Total New Jersey | |
| | NEW MEXICO - 0.9% (0.6% OF TOTAL INVESTMENTS) | |

| | | |
|---|---|---|
| | New Mexico Finance Authority, Public Project Revolving Fund Revenue Bonds, Series 2004C: | |
| 1,415 | 5.000%, 6/01/22 - AMBAC Insured | 6/14 at 100 |
| 1,050 | 5.000%, 6/01/24 - AMBAC Insured | 6/14 at 100 |
| 2,000 | New Mexico Finance Authority, Public Project Revolving Fund Revenue Bonds, Series 2005E, 5.000%, 6/15/25 - MBIA Insured | 6/15 at 100 |
| 4,465 | Total New Mexico | |
| | NEW YORK - 14.0% (9.4% OF TOTAL INVESTMENTS) | |
| 1,120 | Dormitory Authority of the State of New York, FHA-Insured Mortgage Revenue Bonds, Montefiore Hospital, Series 2004, 5.000%, 8/01/23 - FGIC Insured | 2/15 at 100 |
| | Dormitory Authority of the State of New York, Insured Revenue Bonds, New Island Hospital, Series 1999B: | |
| 3,400 | 5.750%, 7/01/19 (Pre-refunded 7/01/09) - MBIA Insured | 7/09 at 101 |
| 5,750 | 6.000%, 7/01/24 (Pre-refunded 7/01/09) - MBIA Insured | 7/09 at 101 |
| 1,785 | Dormitory Authority of the State of New York, Revenue Bonds, Mental Health Services Facilities Improvements, Series 2005A, 5.000%, 2/15/24 - AMBAC Insured | 2/15 at 100 |
| 1,000 | Dormitory Authority of the State of New York, State Personal Income Tax Revenue Bonds, Series 2005F, 5.000%, 3/15/24 - AMBAC Insured | 3/15 at 100 |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | NEW YORK (continued) | |
| | Long Island Power Authority, New York, Electric System General Revenue Bonds, Series 2006A: | |
| $ 10,675 | 5.000%, 12/01/23 - FGIC Insured | 6/16 at 100 |
| 5,000 | 5.000%, 12/01/25 - FGIC Insured | 6/16 at 100 |
| 1,755 | Nassau County, New York, General Obligation Improvement Bonds, Series 2000E, 6.000%, 3/01/16 (Pre-refunded 3/01/10) - FSA Insured | 3/10 at 100 |
| 7,500 | Nassau Health Care Corporation, New York, County Guaranteed Revenue Bonds, Series 1999, 5.750%, 8/01/29 (Pre-refunded 8/01/09) - FSA Insured | 8/09 at 102 |
| 3,225 | New York City Sales Tax Asset Receivable Corporation, New York, Dedicated Revenue Bonds, Local Government Assistance | 10/14 at 100 |

| | | |
|---|---|---|
| | Corporation, Series 2004A, 5.000%, 10/15/24 - MBIA Insured | |
| 5,000 | New York City, New York, General Obligation Bonds, Fiscal Series 2004E, 5.000%, 11/01/21 - FSA Insured | 11/14 at 100 |
| 8,580 | New York State Housing Finance Agency, Mortgage Revenue Refunding Bonds, Housing Project, Series 1996A, 6.125%, 11/01/20 - FSA Insured | 11/06 at 102 |
| | New York State Thruway Authority, General Revenue Bonds, Series 2005G: | |
| 3,770 | 5.000%, 1/01/25 - FSA Insured | 7/15 at 100 |
| 5,980 | 5.000%, 1/01/26 - FSA Insured | 7/15 at 100 |
| 5,000 | New York State Thruway Authority, Highway and Bridge Trust Fund Bonds, Second Generation, Series 2005B, 5.000%, 4/01/21 - AMBAC Insured | 10/15 at 100 |
| 69,540 | Total New York | |
| | NORTH CAROLINA - 1.8% (1.2% OF TOTAL INVESTMENTS) | |
| 1,250 | Appalachian State University, North Carolina, Revenue Bonds, Series 2005, 5.000%, 7/15/30 - MBIA Insured | 7/15 at 100 |
| | Mooresville, North Carolina, Enterprise System Revenue Bonds, Series 2004: | |
| 2,225 | 5.000%, 5/01/23 - FGIC Insured | 5/14 at 100 |
| 2,335 | 5.000%, 5/01/24 - FGIC Insured | 5/14 at 100 |
| 2,900 | Raleigh Durham Airport Authority, North Carolina, Airport Revenue Bonds, Series 2005A, 5.000%, 5/01/21 - AMBAC Insured | 5/15 at 100 |
| 8,710 | Total North Carolina | |
| | NORTH DAKOTA - 3.7% (2.5% OF TOTAL INVESTMENTS) | |
| 10,715 | Fargo, North Dakota, Health System Revenue Bonds, MeritCare Obligated Group, Series 2000A, 5.600%, 6/01/21 - FSA Insured | 6/10 at 101 |
| 8,000 | North Dakota, Student Loan Trust Revenue Bonds, Series 2000B, 5.850%, 12/01/25 - AMBAC Insured (Alternative Minimum Tax) | 12/10 at 100 |
| 18,715 | Total North Dakota | |
| | OHIO - 0.9% (0.6% OF TOTAL INVESTMENTS) | |
| 1,430 | Cincinnati City School District, Hamilton County, Ohio, General Obligation Bonds, Series 2006, 5.250%, 12/01/22 - FGIC Insured | No Opt. C |
| 1,930 | Marysville Exempted Village School District, Ohio, Certificates of Participation, School Facilities Project, Series 2005, 5.250%, 12/01/22 (Pre-refunded 6/01/15) - MBIA Insured | 6/15 at 100 |
| 700 | Shaker Heights, Ohio, General Obligation Bonds, Series 2003, 5.250%, 12/01/26 - AMBAC Insured | 12/13 at 100 |
| 4,060 | Total Ohio | |

| | | |
|---|---|---|
| | OKLAHOMA - 1.4% (0.9% OF TOTAL INVESTMENTS) | |
| 1,500 | Oklahoma Capitol Improvement Authority, State Facilities Revenue Bonds, Series 2005F, 5.000%, 7/01/24 - AMBAC Insured | 7/15 at 100 |
| | Oklahoma City Airport Trust, Oklahoma, Junior Lien Tax Exempt Bonds, Twenty Seventh Series 2000A: | |
| 1,320 | 5.125%, 7/01/20 - FSA Insured | 7/10 at 100 |
| 4,040 | 5.250%, 7/01/21 - FSA Insured | 7/10 at 100 |
| 6,860 | Total Oklahoma | |



Nuveen Insured Premium Income Municipal Fund 2 (NPX) (continued)

Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | OREGON - 3.5% (2.4% OF TOTAL INVESTMENTS) | |
| $ 2,110 | Oregon Department of Administrative Services, Certificates of Participation, Series 2005A, 5.000%, 5/01/30 - FSA Insured | 5/15 at 100 |
| 1,520 | Portland Housing Authority, Oregon, Multifamily Housing Revenue Bonds, Lovejoy Station Apartments, Series 2000, 6.000%, 7/01/33 - MBIA Insured (Alternative Minimum Tax) | 7/10 at 100 |
| | Portland, Oregon, Airport Way Urban Renewal and Redevelopment Bonds, Series 2000A: | |
| 4,405 | 5.700%, 6/15/17 (Pre-refunded 6/15/10) - AMBAC Insured | 6/10 at 101 |
| 3,665 | 5.750%, 6/15/18 (Pre-refunded 6/15/10) - AMBAC Insured | 6/10 at 101 |
| 4,265 | 5.750%, 6/15/19 (Pre-refunded 6/15/10) - AMBAC Insured | 6/10 at 101 |
| 1,375 | 5.750%, 6/15/20 (Pre-refunded 6/15/10) - AMBAC Insured | 6/10 at 101 |
| 17,340 | Total Oregon | |
| | PENNSYLVANIA - 13.9% (9.3% OF TOTAL INVESTMENTS) | |
| 12,620 | Allegheny County Hospital Development Authority, Pennsylvania, Insured Revenue Bonds, West Penn Allegheny Health System, Series 2000A, 6.500%, 11/15/30 - MBIA Insured | 11/10 at 102 |
| 2,000 | Allegheny County Sanitary Authority, Pennsylvania, Sewerage Revenue Bonds, Series 2005A, 5.000%, 12/01/23 - MBIA Insured | 12/15 at 100 |
| 9,485 | Berks County Municipal Authority, Pennsylvania, Hospital Revenue | 11/09 at 102 |

| | | |
|---|---|---|
| | Bonds, Reading Hospital and Medical Center, Series 1999, 6.000%, 11/01/19 (Pre-refunded 11/01/09) - FSA Insured | |
| 725 | Central Dauphin School District, Dauphin County, Pennsylvania, General Obligation Bonds, Series 2006, 6.750%, 2/01/24 (Pre-refunded 2/01/16) - MBIA Insured | 2/16 at 100 |
| 4,235 | Delaware County Authority, Pennsylvania, Revenue Bonds, Villanova University, Series 2006, 5.000%, 8/01/24 - AMBAC Insured | 8/16 at 100 |
| 5,780 | Pennsylvania Higher Educational Facilities Authority, Revenue Bonds, Drexel University, Series 2005A, 5.000%, 5/01/28 - MBIA Insured | 5/15 at 100 |
| 1,050 | Pennsylvania Turnpike Commission, Turnpike Revenue Bonds, Series 2006A, 5.000%, 12/01/26 - AMBAC Insured | 6/16 at 100 |
| | Philadelphia Gas Works, Pennsylvania, Revenue Bonds, General Ordinance, Fifth Series 2004A-1: | |
| 5,235 | 5.000%, 9/01/24 - FSA Insured | 9/14 at 100 |
| 3,000 | 5.000%, 9/01/25 - FSA Insured | 9/14 at 100 |
| 2,360 | Philadelphia, Pennsylvania, Water and Wastewater Revenue Bonds, Series 1997A, 5.125%, 8/01/27 - AMBAC Insured (ETM) | 8/07 at 102 |
| 10,370 | Philadelphia, Pennsylvania, Water and Wastewater Revenue Bonds, Series 1997A, 5.125%, 8/01/27 - AMBAC Insured | 8/07 at 102 |
| 3,785 | Reading School District, Berks County, Pennsylvania, General Obligation Bonds, Series 2005, 5.000%, 1/15/25 - FSA Insured | 1/16 at 100 |
| 2,500 | Seneca Valley School District, Butler County, Pennsylvania, General Obligation Bonds, Series 2004, 5.125%, 1/01/23 - FGIC Insured | 7/14 at 100 |
| 1,705 | Solebury Township, Pennsylvania, General Obligation Bonds, Series 2005, 5.000%, 12/15/25 - AMBAC Insured | 6/15 at 100 |
| 3,650 | State Public School Building Authority, Pennsylvania, Lease Revenue Bonds, Philadelphia School District, Series 2003, 5.000%, 6/01/29 - FSA Insured | 6/13 at 100 |
| 68,500 | Total Pennsylvania | |
| | PUERTO RICO - 0.5% (0.3% OF TOTAL INVESTMENTS) | |
| 2,500 | Puerto Rico Electric Power Authority, Power Revenue Bonds, Series 2005RR, 5.000%, 7/01/22 - FGIC Insured | 7/15 at 100 |
| | SOUTH CAROLINA - 0.4% (0.3% OF TOTAL INVESTMENTS) | |
| 1,955 | Greenville County School District, South Carolina, Installment Purchase Revenue Bonds, Series 2006, 5.000%, 12/01/28 - FSA Insured | 12/16 at 100 |

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | TEXAS - 14.7% (9.8% OF TOTAL INVESTMENTS) | |
| | Brazos River Authority, Texas, Revenue Refunding Bonds, Houston Industries Inc., Series 1998C: | |
| $ 10,000 | 5.125%, 5/01/19 - AMBAC Insured | 5/08 at 102 |
| 9,000 | 5.125%, 11/01/20 - AMBAC Insured | 11/08 at 102 |
| | Corpus Christi, Texas, Utility System Revenue Bonds, Series 2004: | |
| 3,475 | 5.000%, 7/15/22 - FSA Insured | 7/14 at 100 |
| 3,645 | 5.000%, 7/15/23 - FSA Insured | 7/14 at 100 |
| 12,500 | Dallas-Ft. Worth International Airport, Texas, Joint Revenue Refunding and Improvement Bonds, Series 2001A, 5.500%, 11/01/35 - FGIC Insured (Alternative Minimum Tax) | 11/09 at 100 |
| 4,485 | Lower Colorado River Authority, Texas, Contract Revenue Refunding Bonds, Transmission Services Corporation, Series 2003B, 5.000%, 5/15/21 - FSA Insured | 5/12 at 100 |
| 10,000 | Lower Colorado River Authority, Texas, Contract Revenue Refunding Bonds, Transmission Services Corporation, Series 2003C, 5.000%, 5/15/33 - AMBAC Insured | 5/13 at 100 |
| 4,151 | Panhandle Regional Housing Finance Corporation, Texas, GNMA Collateralized Multifamily Housing Mortgage Revenue Bonds, Renaissance of Amarillo Apartments, Series 2001A, 6.650%, 7/20/42 | 7/12 at 105 |
| | Tarrant County Health Facilities Development Corporation, Texas, Hospital Revenue Bonds, Cook Children's Healthcare System, Series 2000A: | |
| 6,725 | 5.750%, 12/01/17 - FSA Insured | 12/10 at 101 |
| 7,500 | 5.750%, 12/01/24 - FSA Insured | 12/10 at 101 |
| 2,300 | Texas State University System, Financing Revenue Refunding Bonds, Series 2002, 5.000%, 3/15/18 - FSA Insured | 3/12 at 100 |
| 73,781 | Total Texas | |
| | UTAH - 2.2% (1.5% OF TOTAL INVESTMENTS) | |
| 8,600 | Intermountain Power Agency, Utah, Power Supply Revenue Refunding Bonds, Series 2003A, 5.000%, 7/01/18 - FSA Insured | 7/13 at 100 |
| 2,385 | Mountain Regional Water Special Service District, Utah, Water Revenue Bonds, Series 2003, 5.000%, 12/15/33 - MBIA Insured | 12/13 at 100 |
| 10,985 | Total Utah | |
| | VERMONT - 0.2% (0.1% OF TOTAL INVESTMENTS) | |

| | | |
|---|---|---|
| 1,320 | Vermont Educational and Health Buildings Financing Agency, Revenue Bonds, Fletcher Allen Health Care Inc., Series 2000A, 6.000%, 12/01/23 - AMBAC Insured | 12/10 at 101 |
| | VIRGINIA - 3.0% (2.0% OF TOTAL INVESTMENTS) | |
| | Greater Richmond Convention Center Authority, Virginia, Hotel Tax Revenue Bonds, Series 2005: | |
| 5,880 | 5.000%, 6/15/20 - MBIA Insured | 6/15 at 100 |
| 5,000 | 5.000%, 6/15/22 - MBIA Insured | 6/15 at 100 |
| | Loudoun County Industrial Development Authority, Virginia, Lease Revenue Bonds, Public Safety Facilities, Series 2003A: | |
| 1,150 | 5.250%, 12/15/22 - FSA Insured | 6/14 at 100 |
| 500 | 5.250%, 12/15/23 - FSA Insured | 6/14 at 100 |
| 2,250 | Virginia Housing Development Authority, Multifamily Housing Bonds, Series 1997B, 6.050%, 5/01/17 - MBIA Insured (Alternative Minimum Tax) | 1/08 at 102 |
| 14,780 | Total Virginia | |
| | WASHINGTON - 6.9% (4.6% OF TOTAL INVESTMENTS) | |
| 10,000 | Chelan County Public Utility District 1, Washington, Hydro Consolidated System Revenue Bonds, Series 2001B, 5.600%, 1/01/36 - MBIA Insured (Alternative Minimum Tax) | 7/11 at 101 |
| 1,370 | Clark County School District 101, La Center, Washington, General Obligation Bonds, Series 2002, 5.000%, 12/01/22 - FSA Insured | 12/12 at 100 |
| 5,230 | Douglas County Public Utility District 1, Washington, Revenue Bonds, Wells Hydroelectric, Series 1999A, 6.125%, 9/01/29 - MBIA Insured (Alternative Minimum Tax) | 9/09 at 102 |
| 1,545 | Tacoma, Washington, General Obligation Bonds, Series 2004, 5.000%, 12/01/19 - MBIA Insured | 12/14 at 100 |





| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | WASHINGTON (continued) | |
| $ 3,950 | Washington State Healthcare Facilities Authority, Revenue Bonds, Swedish Health Services, Series 1998, 5.125%, 11/15/22 - | 11/08 at 101 |

| | | |
|---|---|---|
| | AMBAC Insured | |
| 6,200 | Washington State, General Obligation Purpose Bonds, Series 2003A, 5.000%, 7/01/20 - FGIC Insured | 7/12 at 100 |
| 10,855 | Washington, General Obligation Bonds, Series 2000S-5, 0.000%, 1/01/20 - FGIC Insured | No Opt. C |
| 39,150 | Total Washington | |
| | WEST VIRGINIA - 1.5% (1.0% OF TOTAL INVESTMENTS) | |
| 8,000 | Pleasants County, West Virginia, Pollution Control Revenue Bonds, Monongahela Power Company Pleasants Station Project, Series 1995C, 6.150%, 5/01/15 - AMBAC Insured | 11/06 at 101 |
| | WISCONSIN - 7.2% (4.8% OF TOTAL INVESTMENTS) | |
| 7,000 | La Crosse, Wisconsin, Resource Recovery Revenue Refunding Bonds, Northern States Power Company Project, Series 1996, 6.000%, 11/01/21 - MBIA Insured (Alternative Minimum Tax) | No Opt. C |
| 12,750 | Milwaukee County, Wisconsin, Airport Revenue Bonds, Series 2000A, 5.750%, 12/01/25 - FGIC Insured (Alternative Minimum Tax) | 12/10 at 100 |
| 5,000 | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Mercy Health System Corporation, Series 1995, 6.125%, 8/15/13 - AMBAC Insured | 2/07 at 101 |
| 6,250 | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Sinai Samaritan Medical Center Inc., Series 1996, 5.750%, 8/15/16 - MBIA Insured | 2/07 at 102 |
| 4,225 | Wisconsin State, General Obligation Bonds, Series 2006A, 4.750%, 5/01/25 - FGIC Insured | 5/16 at 100 |
| 35,225 | Total Wisconsin | |
| $ 774,076 | Total Long-Term Investments (cost $750,029,995) - 148.9% | |
| | SHORT-TERM INVESTMENTS - 0.7% (0.5% OF TOTAL INVESTMENTS) | |
| 1,000 | Idaho Health Facilities Authority, Revenue Bonds, St. Luke's Regional Medical Center, Variable Rate Demand Obligations, Series 2000, 3.640%, 7/01/30 - FSA Insured (4) | |
| 2,700 | Puerto Rico Government Development Bank, Adjustable Refunding Bonds, Variable Rate Demand Obligations, Series 1985, 3.410%, 12/01/15 - MBIA Insured (4) | |
| $ 3,700 | Total Short-Term Investments (cost $3,700,000) | |
| | Total Investments (cost $753,729,995) - 149.6% | |
| | Other Assets Less Liabilities - 1.2% | |
| | Preferred Shares, at Liquidation Value - (50.8)% | |
| | Net Assets Applicable to Common Shares - 100% | |

All of the bonds in the Portfolio of Investments, excluding temporary investments in short-term municipal securities, are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance, or are backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities, any of which ensure the timely payment of principal and interest.

(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) Investment has a maturity of more than one year, but has variable rate and demand features which qualify it as a short-term investment. The rate disclosed is that in effect at the end of the reporting period. This rate changes periodically based on market conditions or a specified market index.

WI/DD Purchased on a when-issued or delayed delivery basis.

(ETM) Escrowed to maturity.

(IF) Inverse floating rate investment.

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.



Nuveen Insured Dividend Advantage Municipal Fund (NVG)

Portfolio of
INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | ALABAMA - 4.2% (2.8% OF TOTAL INVESTMENTS) | |
| $ 5,310 | Athens, Alabama, Water and Sewerage Revenue Warrants, Series 2002, 5.300%, 5/01/32 - MBIA Insured | 5/12 at 101 |
| 3,045 | Hoover, Alabama, General Obligation Bonds, Series 2003, 5.000%, | 3/12 at 101 |

| | | |
|---|---|---|
| | 3/01/20 - MBIA Insured | |
| 10,000 | Jefferson County, Alabama, Sewer Revenue Capital Improvement Warrants, Series 1999A, 5.375%, 2/01/36 (Pre-refunded 2/01/09) - FGIC Insured | 2/09 at 101 |
| 18,355 | Total Alabama | |
| | ALASKA - 3.5% (2.4% OF TOTAL INVESTMENTS) | |
| 15,000 | Alaska, International Airport System Revenue Bonds, Series 2002B, 5.250%, 10/01/27 (Pre-refunded 10/01/12) - AMBAC Insured | 10/12 at 100 |
| | ARIZONA - 1.1% (0.8% OF TOTAL INVESTMENTS) | |
| 5,000 | Phoenix, Arizona, Civic Improvement Corporation, Senior Lien Airport Revenue Bonds, Series 2002B, 5.250%, 7/01/32 - FGIC Insured (Alternative Minimum Tax) | 7/12 at 100 |
| | CALIFORNIA - 12.5% (8.4% OF TOTAL INVESTMENTS) | |
| 2,000 | Alameda Corridor Transportation Authority, California, Subordinate Lien Revenue Bonds, Series 2004A, 0.000%, 10/01/20 - AMBAC Insured | No Opt. C |
| | California Educational Facilities Authority, Revenue Bonds, Occidental College, Series 2005A: | |
| 1,485 | 5.000%, 10/01/26 - MBIA Insured | 10/15 at 100 |
| 1,565 | 5.000%, 10/01/27 - MBIA Insured | 10/15 at 100 |
| 2,000 | California Infrastructure Economic Development Bank, First Lien Revenue Bonds, San Francisco Bay Area Toll Bridge, Series 2003A. Residuals Series 1485, 7.327%, 7/01/33 (Pre-refunded 1/01/28) - AMBAC Insured (IF) | 1/28 at 100 |
| | California, General Obligation Bonds, Series 2000: | |
| 375 | 5.250%, 9/01/17 (Pre-refunded 9/01/10) - MBIA Insured | 9/10 at 100 |
| 2,635 | 5.250%, 9/01/17 (Pre-refunded 9/01/10) - MBIA Insured | 9/10 at 100 |
| 190 | 5.250%, 9/01/17 (Pre-refunded 9/01/10) - MBIA Insured | 9/10 at 100 |
| 10,000 | California, General Obligation Refunding Bonds, Series 2002, 5.000%, 2/01/23 - MBIA Insured | No Opt. C |
| 8,890 | California, General Obligation Veterans Welfare Bonds, Series 1997BH, 5.400%, 12/01/14 (Alternative Minimum Tax) | 12/08 at 101 |
| 3,000 | California, General Obligation Veterans Welfare Bonds, Series 2001BZ, 5.375%, 12/01/24 - MBIA Insured (Alternative Minimum Tax) | 6/07 at 101 |
| 2,425 | Fullerton Public Financing Authority, California, Tax Allocation Revenue Bonds, Series 2005, 5.000%, 9/01/27 - AMBAC Insured | 9/15 at 100 |
| 1,990 | Kern Community College District, California, General Obligation Bonds, Series 2006, 0.000%, 11/01/25 - FSA Insured | No Opt. C |
| 625 | Los Angeles Department of Water and Power, California, Waterworks Revenue Bonds, Series 2006A-1, 5.000%, 7/01/36 - AMBAC Insured | 7/16 at 100 |

| | | |
|---|---|---|
| 7,935 | Los Angeles, California, Certificates of Participation, Series 2002, 5.300%, 4/01/32 - AMBAC Insured | 4/12 at 100 |
| 7,500 | Northern California Power Agency, Revenue Refunding Bonds, Hydroelectric Project 1, Series 1998A, 5.200%, 7/01/32 - MBIA Insured | 7/08 at 101 |
| 2,320 | Sacramento Municipal Utility District, California, Electric Revenue Bonds, Series 2001P, 5.250%, 8/15/18 - FSA Insured | 8/11 at 100 |
| 1,690 | Ventura County Community College District, California, General Obligation Bonds, Series 2005B, 5.000%, 8/01/28 - MBIA Insured | 8/15 at 100 |
| 56,625 | Total California | |



Nuveen Insured Dividend Advantage Municipal Fund (NVG) (continued)

Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | COLORADO - 4.2% (2.8% OF TOTAL INVESTMENTS) | |
| $ 17,300 | Adams County, Colorado, FHA-Insured Mortgage Revenue Bonds, Platte Valley Medical Center, Series 2005, 5.000%, 8/01/24 - MBIA Insured | 8/15 at 100 |
| 750 | Arkansas River Power Authority, Colorado, Power Revenue Bonds, Series 2006, 5.250%, 10/01/32 - XLCA Insured | 10/16 at 100 |
| 18,050 | Total Colorado | |
| | FLORIDA - 12.9% (8.7% OF TOTAL INVESTMENTS) | |
| | Florida Municipal Loan Council, Revenue Bonds, Series 2003B: | |
| 2,305 | 5.250%, 12/01/17 - MBIA Insured | 12/13 at 100 |
| 1,480 | 5.250%, 12/01/18 - MBIA Insured | 12/13 at 100 |
| 11,600 | Greater Orlando Aviation Authority, Florida, Airport Facilities Revenue Bonds, Series 2002B, 5.125%, 10/01/21 - FSA Insured (Alternative Minimum Tax) | 10/12 at 100 |
| 6,000 | JEA, Florida, Water and Sewerage System Revenue Bonds, Series 2002A, 5.500%, 10/01/41 - MBIA Insured | 4/07 at 100 |
| 8,155 | Lee County, Florida, Solid Waste System Revenue Refunding Bonds, Series 2001, 5.625%, 10/01/13 - MBIA Insured (Alternative Minimum Tax) | 10/11 at 100 |

| | | |
|---|---|---|
| | Miami-Dade County, Florida, Aviation Revenue Bonds, Miami International Airport, Series 2002: | |
| 7,165 | 5.625%, 10/01/15 - FGIC Insured (Alternative Minimum Tax) | 10/12 at 100 |
| 5,600 | 5.750%, 10/01/16 - FGIC Insured (Alternative Minimum Tax) | 10/12 at 100 |
| 10,000 | 5.125%, 10/01/21 - FGIC Insured (Alternative Minimum Tax) | 10/12 at 100 |
| 2,000 | 5.250%, 10/01/22 - FGIC Insured (Alternative Minimum Tax) | 10/12 at 100 |
| 1,000 | Orange County, Florida, Sales Tax Revenue Bonds, Series 2002B, 5.000%, 1/01/25 - FGIC Insured | 1/13 at 100 |
| 1,000 | Tallahassee, Florida, Energy System Revenue Bonds, Series 2005, 5.000%, 10/01/28 - MBIA Insured | 10/15 at 100 |
| 56,305 | Total Florida | |
| | GEORGIA - 2.2% (1.5% OF TOTAL INVESTMENTS) | |
| 6,925 | Atlanta and Fulton County Recreation Authority, Georgia, Guaranteed Revenue Bonds, Park Improvement, Series 2005A, 5.000%, 12/01/30 - MBIA Insured | 12/15 at 100 |
| 1,000 | Atlanta, Georgia, Water and Wastewater Revenue Bonds, Series 2004, 5.000%, 11/01/22 - FSA Insured | 11/14 at 100 |
| 1,695 | Georgia Housing and Finance Authority, Single Family Mortgage Bonds, Series 2002B-2, 5.500%, 6/01/32 (Alternative Minimum Tax) | 12/11 at 100 |
| 9,620 | Total Georgia | |
| | IDAHO - 1.0% (0.6% OF TOTAL INVESTMENTS) | |
| | Idaho Housing and Finance Association, Grant and Revenue Anticipation Bonds, Federal Highway Trust Funds, Series 2006: | |
| 3,000 | 5.000%, 7/15/23 - MBIA Insured | 7/16 at 100 |
| 1,130 | 5.000%, 7/15/24 - MBIA Insured | 7/16 at 100 |
| 4,130 | Total Idaho | |
| | ILLINOIS - 15.4% (10.4% OF TOTAL INVESTMENTS) | |
| 10,000 | Bolingbrook, Illinois, General Obligation Bonds, Series 2002A, 5.375%, 1/01/38 (Pre-refunded 1/01/12) - FGIC Insured | 1/12 at 100 |
| 1,305 | Chicago, Illinois, General Obligation Bonds, Series 2001A, 5.500%, 1/01/38 - MBIA Insured | 1/11 at 101 |
| | Chicago, Illinois, General Obligation Bonds, Series 2001A: | |
| 50 | 5.500%, 1/01/38 (Pre-refunded 1/01/11) - MBIA Insured | 1/11 at 101 |
| 3,645 | 5.500%, 1/01/38 (Pre-refunded 1/01/11) - MBIA Insured | 1/11 at 101 |
| 11,765 | Chicago, Illinois, Revenue Bonds, Skyway Toll Bridge, Series 1996, 5.500%, 1/01/23 (Pre-refunded 1/01/07) - MBIA Insured | 1/07 at 102 |

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | ILLINOIS (continued) | |
| | Chicago, Illinois, Second Lien Passenger Facility Charge Revenue Bonds, O'Hare International Airport, Series 2001C: | |
| $ 4,250 | 5.500%, 1/01/16 - AMBAC Insured (Alternative Minimum Tax) | 1/11 at 101 |
| 4,485 | 5.500%, 1/01/17 - AMBAC Insured (Alternative Minimum Tax) | 1/11 at 101 |
| 4,730 | 5.500%, 1/01/18 - AMBAC Insured (Alternative Minimum Tax) | 1/11 at 101 |
| 2,930 | 5.500%, 1/01/19 - AMBAC Insured (Alternative Minimum Tax) | 1/11 at 101 |
| 3,600 | Chicago, Illinois, Third Lien General Airport Revenue Bonds, O'Hare International Airport, Series 2005A, 5.250%, 1/01/24 - MBIA Insured | 1/16 at 100 |
| 3,000 | Chicago, Illinois, Third Lien General Airport Revenue Refunding Bonds, O'Hare International Airport, Series 2002A, 5.750%, 1/01/17 - MBIA Insured (Alternative Minimum Tax) | 1/12 at 100 |
| 4,000 | Cicero, Cook County, Illinois, General Obligation Corporate Purpose Bonds, Series 2002, 5.000%, 12/01/21 - MBIA Insured | 12/12 at 101 |
| 730 | DuPage County Community School District 200, Wheaton, Illinois, General Obligation Bonds, Series 2003C, 5.250%, 10/01/22 - FSA Insured | 10/13 at 100 |
| 770 | DuPage County Community School District 200, Wheaton, Illinois, General Obligation Bonds, Series 2003C, 5.250%, 10/01/22 (Pre-refunded 10/01/13) - FSA Insured | 10/13 at 100 |
| 4,000 | Illinois Toll Highway Authority, State Toll Highway Authority Revenue Bonds, Series 2006, 5.000%, 1/01/26 - FSA Insured | 7/16 at 100 |
| 5,000 | Illinois, General Obligation Bonds, Illinois FIRST Program, Series 2002, 5.250%, 4/01/23 - FSA Insured | 4/12 at 100 |
| 2,700 | University of Illinois, Certificates of Participation, Utility Infrastructure Projects, Series 2001A, 5.000%, 8/15/20 (Pre-refunded 8/15/11) - AMBAC Insured | 8/11 at 100 |
| 66,960 | Total Illinois | |
| | INDIANA - 15.5% (10.4% OF TOTAL INVESTMENTS) | |
| 3,380 | Evansville, Indiana, Sewerage Works Revenue Refunding Bonds, Series 2003A, 5.000%, 7/01/20 - AMBAC Insured | 7/13 at 100 |
| | Indiana Bond Bank, Special Program Bonds, Hendricks County Redevelopment District, Series 2002D: | |
| 2,500 | 5.375%, 4/01/23 - AMBAC Insured | 4/12 at 100 |
| 7,075 | 5.250%, 4/01/26 - AMBAC Insured | 4/12 at 100 |
| 7,000 | 5.250%, 4/01/30 - AMBAC Insured | 4/12 at 100 |

| | | |
|---|---|---|
| 10,000 | Indiana Health Facility Financing Authority, Hospital Revenue Bonds, Marion General Hospital, Series 2002, 5.250%, 7/01/32 - AMBAC Insured | 7/12 at 100 |
| 25,000 | Indianapolis Local Public Improvement Bond Bank, Indiana, Waterworks Project, Series 2002A, 5.250%, 7/01/33 (Pre-refunded 7/01/12) - MBIA Insured | 7/12 at 100 |
| | Northern Wells Community School Building Corporation, Wells County, Indiana, First Mortgage Bonds, Series 2001: | |
| 420 | 5.250%, 1/15/19 - FGIC Insured | 7/12 at 100 |
| 430 | 5.250%, 7/15/19 - FGIC Insured | 7/12 at 100 |
| 1,675 | 5.400%, 7/15/23 - FGIC Insured | 7/12 at 100 |
| 6,960 | Valparaiso Middle School Building Corporation, Indiana, First Mortgage Refunding Bonds, Series 2002, 5.000%, 7/15/24 - MBIA Insured | 1/13 at 100 |
| 2,490 | Whitley County Middle School Building Corporation, Columbia City, Indiana, First Mortgage Bonds, Series 2003, 5.000%, 1/15/18 - FSA Insured | 7/13 at 100 |
| 66,930 | Total Indiana | |
| | LOUISIANA - 1.6% (1.1% OF TOTAL INVESTMENTS) | |
| 2,030 | Louisiana State, Gas Tax Revenue Bonds, Series 2006, 4.500%, 5/01/41 (WI/DD, Settling 11/02/06) - FGIC Insured | 5/16 at 100 |
| 2,080 | Louisiana State, Gasoline Tax Revenue Bonds, Series 2006, Residuals 660-1, 5.850%, 5/01/41 (WI/DD, Settling 11/02/06) - FGIC Insured (IF) | 5/16 at 100 |
| 260 | Louisiana State, Gasoline Tax Revenue Bonds, Series 2006, Residuals 661, 6.597%, 5/01/39 (WI/DD, Settling 11/02/06) - FSA Insured (IF) | 5/16 at 100 |





Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | LOUISIANA (continued) | |
| $ 3,085 | New Orleans, Louisiana, General Obligation Refunding Bonds, Series 2002, 5.125%, 9/01/21 - MBIA Insured | 9/12 at 100 |
| 7,455 | Total Louisiana | |

| | | |
|---|---|---|
| | MASSACHUSETTS - 1.0% (0.7% OF TOTAL INVESTMENTS) | |
| 2,630 | Massachusetts College Building Authority, Project Revenue Bonds, Series 2006A, 5.000%, 5/01/31 - AMBAC Insured | 5/16 at 100 |
| 1,550 | Massachusetts Water Resources Authority, General Revenue Bonds, Series 2005A, 5.250%, 8/01/26 - MBIA Insured | 8/17 at 100 |
| 4,180 | Total Massachusetts | |
| | MISSOURI - 2.4% (1.6% OF TOTAL INVESTMENTS) | |
| 1,600 | St. Louis County Pattonville School District R3, Missouri, General Obligation Bonds, Series 2004, 5.250%, 3/01/19 - FSA Insured | 3/14 at 100 |
| 8,735 | St. Louis, Missouri, Airport Revenue Bonds, Airport Development Program, Series 2001A, 5.250%, 7/01/31 (Pre-refunded 7/01/11) - MBIA Insured | 7/11 at 100 |
| 10,335 | Total Missouri | |
| | NEBRASKA - 1.9% (1.3% OF TOTAL INVESTMENTS) | |
| 6,360 | Lincoln, Nebraska, Electric System Revenue Bonds, Series 2005, 5.000%, 9/01/32 | 9/15 at 100 |
| | Municipal Energy Agency of Nebraska, Power Supply System Revenue Bonds, Series 2003A: | |
| 1,000 | 5.250%, 4/01/20 - FSA Insured | 4/13 at 100 |
| 1,000 | 5.250%, 4/01/21 - FSA Insured | 4/13 at 100 |
| 8,360 | Total Nebraska | |
| | NEVADA - 4.3% (2.9% OF TOTAL INVESTMENTS) | |
| 9,810 | Clark County School District, Nevada, General Obligation Bonds, Series 2002C, 5.000%, 6/15/21 (Pre-refunded 6/15/12) - MBIA Insured | 6/12 at 100 |
| 8,750 | Truckee Meadows Water Authority, Nevada, Water Revenue Bonds, Series 2001A, 5.250%, 7/01/34 (Pre-refunded 7/01/11) - FSA Insured | 7/11 at 100 |
| 18,560 | Total Nevada | |
| | NEW JERSEY - 0.5% (0.4% OF TOTAL INVESTMENTS) | |
| 2,150 | New Jersey Transportation Trust Fund Authority, Transportation System Bonds, Series 2006A, 5.250%, 12/15/20 | No Opt. C |
| | NEW YORK - 3.7% (2.5% OF TOTAL INVESTMENTS) | |
| 1,120 | Dormitory Authority of the State of New York, FHA-Insured Mortgage Revenue Bonds, Montefiore Hospital, Series 2004, | 2/15 at 100 |

| | | |
|---|---|---|
| | 5.000%, 8/01/23 - FGIC Insured | |
| 3,660 | Dormitory Authority of the State of New York, Revenue Bonds, Mental Health Services Facilities Improvements, Series 2005B, 5.000%, 2/15/23 - AMBAC Insured | 2/15 at 100 |
| 1,500 | Metropolitan Transportation Authority, New York, Transportation Revenue Bonds, Series 2005B, 5.000%, 11/15/30 - AMBAC Insured | 11/15 at 100 |
| 10,000 | Metropolitan Transportation Authority, New York, Transportation Revenue Refunding Bonds, Series 2002A, 5.000%, 11/15/30 - FSA Insured | 11/12 at 100 |
| 16,280 | Total New York | |
| | NORTH CAROLINA - 0.6% (0.4% OF TOTAL INVESTMENTS) | |
| 2,435 | North Carolina Medical Care Commission, FHA-Insured Mortgage Revenue Bonds, Betsy Johnson Regional Hospital Project, Series 2003, 5.375%, 10/01/24 - FSA Insured | 10/13 at 100 |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | OREGON - 1.8% (1.2% OF TOTAL INVESTMENTS) | |
| | Oregon, General Obligation Veterans Welfare Bonds, Series 82: | |
| $ 5,560 | 5.375%, 12/01/31 | 12/11 at 100 |
| 2,590 | 5.500%, 12/01/42 | 12/11 at 100 |
| 8,150 | Total Oregon | |
| | PENNSYLVANIA - 3.6% (2.4% OF TOTAL INVESTMENTS) | |
| 4,500 | Allegheny County, Pennsylvania, Airport Revenue Refunding Bonds, Pittsburgh International Airport, Series 1997A, 5.750%, 1/01/13 - MBIA Insured (Alternative Minimum Tax) | No Opt. C |
| 5,000 | Pennsylvania Higher Educational Facilities Authority, Revenue Bonds, University of Pennsylvania, Series 1998, 5.500%, 7/15/38 (Pre-refunded 7/15/08) - MBIA Insured | 7/08 at 100 |
| 1,050 | Pennsylvania Turnpike Commission, Turnpike Revenue Bonds, Series 2006A, 5.000%, 12/01/26 - AMBAC Insured | 6/16 at 100 |
| 2,000 | Philadelphia Municipal Authority, Pennsylvania, Lease Revenue Bonds, Series 2003B, 5.250%, 11/15/18 - FSA Insured | 11/13 at 100 |

| | | |
|---|---|---|
| 2,000 | Reading School District, Berks County, Pennsylvania, General Obligation Bonds, Series 2005, 5.000%, 1/15/19 - FSA Insured | 1/16 at 100 |
| 1,000 | State Public School Building Authority, Pennsylvania, Lease Revenue Bonds, Philadelphia School District, Series 2003, 5.000%, 6/01/23 - FSA Insured | 6/13 at 100 |
| 15,550 | Total Pennsylvania | |
| | PUERTO RICO - 0.4% (0.2% OF TOTAL INVESTMENTS) | |
| 1,225 | Puerto Rico Municipal Finance Agency, Series 2005C, 5.250%, 8/01/21 - CIFG Insured | No Opt. C |
| | SOUTH CAROLINA - 1.5% (1.0% OF TOTAL INVESTMENTS) | |
| 1,950 | Greenville County School District, South Carolina, Installment Purchase Revenue Bonds, Series 2006, 5.000%, 12/01/28 - FSA Insured | 12/16 at 100 |
| | Greenville, South Carolina, Tax Increment Revenue Improvement Bonds, Series 2003: | |
| 1,000 | 5.500%, 4/01/17 - MBIA Insured | 4/13 at 100 |
| 2,300 | 5.000%, 4/01/21 - MBIA Insured | 4/13 at 100 |
| 1,000 | Scago Educational Facilities Corporation, South Carolina, Spartanburg County School District 5, Series 2005, 5.000%, 4/01/21 - FSA Insured | 10/15 at 100 |
| 6,250 | Total South Carolina | |
| | TENNESSEE - 9.2% (6.2% OF TOTAL INVESTMENTS) | |
| | Memphis, Tennessee, Sanitary Sewerage System Revenue Bonds, Series 2004: | |
| 1,495 | 5.000%, 10/01/19 - FSA Insured | 10/14 at 100 |
| 1,455 | 5.000%, 10/01/20 - FSA Insured | 10/14 at 100 |
| 1,955 | 5.000%, 10/01/21 - FSA Insured | 10/14 at 100 |
| 10,000 | Memphis-Shelby County Sports Authority, Tennessee, Revenue Bonds, Memphis Arena, Series 2002A, 5.125%, 11/01/28 - AMBAC Insured | 11/12 at 100 |
| 10,000 | Memphis-Shelby County Sports Authority, Tennessee, Revenue Bonds, Memphis Arena, Series 2002B, 5.125%, 11/01/29 - AMBAC Insured | 11/12 at 100 |
| 15,195 | Tennessee State School Bond Authority, Higher Educational Facilities Second Program Bonds, Series 2002A, 5.250%, 5/01/32 - FSA Insured | 5/12 at 100 |
| 40,100 | Total Tennessee | |
| | TEXAS - 27.3% (18.3% OF TOTAL INVESTMENTS) | |
| 3,500 | Dallas-Ft. Worth International Airport, Texas, Joint Revenue Refunding and Improvement Bonds, Series 2001A, 5.750%, 11/01/13 - FGIC Insured (Alternative Minimum Tax) | 11/11 at 100 |
| 10,000 | Gainesville Hospital District, Texas, Limited Tax General | 8/11 at 100 |

| | | |
|---|---|---|
| | Obligation Bonds, Series 2002, 5.375%, 8/15/32 - MBIA Insured | |
| 1,210 | Galveston, Texas, General Obligation Bonds, Series 2001, 5.250%, 5/01/21 - AMBAC Insured | 5/11 at 100 |
| 2,435 | Galveston, Texas, General Obligation Bonds, Series 2001, 5.250%, 5/01/21 (Pre-refunded 5/01/11) - AMBAC Insured | 5/11 at 100 |



Nuveen Insured Dividend Advantage Municipal Fund (NVG) (continued)

Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | TEXAS (continued) | |
| | Harris County Health Facilities Development Corporation, Texas, Thermal Utility Revenue Bonds, TECO Project, Series 2003: | |
| $ 2,240 | 5.000%, 11/15/16 - MBIA Insured | 11/13 at 100 |
| 2,355 | 5.000%, 11/15/17 - MBIA Insured | 11/13 at 100 |
| 13,000 | Houston Area Water Corporation, Texas, Contract Revenue Bonds, Northeast Water Purification Plant, Series 2002, 5.125%, 3/01/32 - FGIC Insured | 3/12 at 100 |
| 2,500 | Houston Higher Education Finance Corporation, Texas, Revenue Bonds, Rice University, Series 1999A, 5.375%, 11/15/29 (Pre-refunded 11/15/09) | 11/09 at 101 |
| 1,000 | Houston, Texas, First Lien Combined Utility System Revenue Bonds, Series 2004A, 5.250%, 5/15/24 - FGIC Insured | 5/14 at 100 |
| 4,345 | San Antonio, Texas, Water System Senior Lien Revenue Refunding Bonds, Series 2002, 5.500%, 5/15/17 - FSA Insured | 5/12 at 100 |
| 5,970 | Texas Department of Housing and Community Affairs, Residential Mortgage Revenue Bonds, Series 2001A, 5.350%, 7/01/33 (Alternative Minimum Tax) | 7/11 at 100 |
| 8,635 | Texas Department of Housing and Community Affairs, Single Family Mortgage Bonds, Series 2002B, 5.550%, 9/01/33 - MBIA Insured (Alternative Minimum Tax) | 3/12 at 100 |
| | Texas Public Finance Authority, Revenue Bonds, Texas Southern University Financing System, Series 2002: | |
| 3,520 | 5.125%, 11/01/20 - MBIA Insured | 5/12 at 100 |
| 3,520 | 5.125%, 11/01/21 - MBIA Insured | 5/12 at 100 |
| | Texas Student Housing Authority, Revenue Bonds, Austin Project, Senior Series 2001A: | |

| | | |
|---|---|---|
| 9,400 | 5.375%, 1/01/23 - MBIA Insured | 1/12 at 102 |
| 11,665 | 5.500%, 1/01/33 - MBIA Insured | 1/12 at 102 |
| 5,000 | Texas Water Development Board, Senior Lien State Revolving Fund Revenue Bonds, Series 1999B, 5.250%, 7/15/17 | 1/10 at 100 |
| 9,145 | Texas, General Obligation Bonds, Veterans Housing Assistance Program Fund II, Series 2002A-1, 5.250%, 12/01/22 (Alternative Minimum Tax) | 6/12 at 100 |
| | Williamson County, Texas, General Obligation Bonds, Series 2002: | |
| 3,500 | 5.200%, 2/15/21 (Pre-refunded 2/15/12) - FSA Insured | 2/12 at 100 |
| 3,000 | 5.250%, 2/15/22 (Pre-refunded 2/15/12) - FSA Insured | 2/12 at 100 |
| 7,340 | 5.250%, 2/15/23 (Pre-refunded 2/15/12) - FSA Insured | 2/12 at 100 |
| 5,000 | 5.250%, 2/15/25 (Pre-refunded 2/15/12) - FSA Insured | 2/12 at 100 |
| 118,280 | Total Texas | |
| | WASHINGTON - 13.6% (9.1% OF TOTAL INVESTMENTS) | |
| 6,600 | Energy Northwest, Washington, Electric Revenue Refunding Bonds, Columbia Generating Station - Nuclear Project 2, Series 2002B, 5.350%, 7/01/18 - FSA Insured | 7/12 at 100 |
| 7,675 | Energy Northwest, Washington, Electric Revenue Refunding Bonds, Nuclear Project 1, Series 2002A, 5.500%, 7/01/15 - MBIA Insured | 7/12 at 100 |
| 2,500 | Port of Seattle, Washington, Revenue Refunding Bonds, Series 2002D, 5.750%, 11/01/15 - FGIC Insured (Alternative Minimum Tax) | 11/12 at 100 |
| 2,200 | Snohomish County School District 2, Everett, Washington, General Obligation Bonds, Series 2003B, 5.000%, 6/01/17 - FSA Insured | 12/13 at 100 |
| 3,255 | Thurston and Pierce Counties School District, Washington, General Obligation Bonds, Yelm Community Schools, Series 2003, 5.250%, 12/01/16 - FSA Insured | 6/13 at 100 |
| | Washington State Economic Development Finance Authority, Wastewater Revenue Bonds, LOTT Project, Series 2002: | |
| 2,000 | 5.500%, 6/01/17 - AMBAC Insured | 6/12 at 100 |
| 4,325 | 5.125%, 6/01/22 - AMBAC Insured | 6/12 at 100 |
| 10,000 | Washington State Healthcare Facilities Authority, Revenue Bonds, Children's Hospital and Regional Medical Center, Series 2001, 5.125%, 10/01/31 (Pre-refunded 10/01/11) - AMBAC Insured | 10/11 at 100 |
| 15,000 | Washington State Healthcare Facilities Authority, Revenue Bonds, Harrison Memorial Hospital, Series 1998, 5.000%, 8/15/28 - AMBAC Insured | 8/13 at 102 |

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | WASHINGTON (continued) | |
| $ 5,170 | Whitman County School District 267, Pullman, Washington, General Obligation Bonds, Series 2002, 5.000%, 12/01/20 - FSA Insured | 6/12 at 100 |
| 58,725 | Total Washington | |
| | WISCONSIN - 2.8% (1.9% OF TOTAL INVESTMENTS) | |
| 11,950 | Wisconsin, Transportation Revenue Refunding Bonds, Series 2002-1, 5.125%, 7/01/18 - AMBAC Insured | 7/12 at 100 |
| $ 646,960 | Total Investments (cost $643,773,825) - 148.7% | |
| | Other Assets Less Liabilities - 1.7% | |
| | Preferred Shares, at Liquidation Value - (50.4)% | |
| | Net Assets Applicable to Common Shares - 100% | |

At least 80% of the Fund's net assets (including net assets attributable to Preferred shares) are invested in municipal securities that are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance which ensures the timely payment of principal and interest. Up to 20% of the Fund's net assets (including net assets attributable to Preferred shares) may be invested in municipal securities that are (i) either backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities (also ensuring the timely payment of principal and interest), or (ii) rated, at the time of investment, within the four highest grades (Baa or BBB or better by Moody's, S&P or Fitch) or unrated but judged to be of comparable quality by the Adviser.

(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.

WI/DD Purchased on a when-issued or delayed delivery basis.

(IF) Inverse floating rate investment.

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.

Nuveen Insured Tax-Free Advantage Municipal Fund (NEA)

Portfolio of
INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | ALABAMA - 8.3% (5.5% OF TOTAL INVESTMENTS) | |
| $ 5,655 | Colbert County-Northwest Health Care Authority, Alabama, Revenue Bonds, Helen Keller Hospital, Series 2003, 5.750%, 6/01/27 | 6/13 at 101 |
| 3,100 | Huntsville Healthcare Authority, Alabama, Revenue Bonds, Series 1998A, 5.400%, 6/01/22 - MBIA Insured | 5/12 at 102 |
| 6,280 | Jefferson County, Alabama, Sewer Revenue Capital Improvement Warrants, Series 2002D, 5.000%, 2/01/32 (Pre-refunded 8/01/12) - FGIC Insured | 8/12 at 100 |
| 1,750 | Montgomery, Alabama, General Obligation Warrants, Series 2003, 5.000%, 5/01/21 - AMBAC Insured | 5/12 at 101 |
| 4,500 | Sheffield, Alabama, Electric Revenue Bonds, Series 2003, 5.500%, 7/01/29 - AMBAC Insured | 7/13 at 100 |
| 21,285 | Total Alabama | |
| | ARIZONA - 3.8% (2.5% OF TOTAL INVESTMENTS) | |
| 10,000 | Maricopa County Pollution Control Corporation, Arizona, Revenue Bonds, Arizona Public Service Company - Palo Verde Project, Series 2002A, 5.050%, 5/01/29 - AMBAC Insured | 11/12 at 100 |
| | CALIFORNIA - 28.9% (19.2% OF TOTAL INVESTMENTS) | |
| 26,300 | California State Public Works Board, Lease Revenue Bonds, Department of General Services, Capital East End Project, Series 2002A, 5.000%, 12/01/27 - AMBAC Insured | 12/12 at 100 |
| 7,500 | California, General Obligation Bonds, Series 2004, 5.000%, 4/01/31 - AMBAC Insured | 4/14 at 100 |
| 13,500 | California, General Obligation Refunding Bonds, Series 2002, 5.250%, 4/01/30 - XLCA Insured | 4/12 at 100 |
| 2,910 | Cathedral City Public Financing Authority, California, Tax Allocation Bonds, Housing Set-Aside, Series 2002D, 5.000%, 8/01/26 - MBIA Insured | 8/12 at 102 |
| 2,500 | Irvine Public Facilities and Infrastructure Authority, California, Assessment Revenue Bonds, Series 2003C, 5.000%, 9/02/23 - AMBAC Insured | 3/07 at 103 |

| | | |
|---|---|---|
| 4,000 | Montara Sanitation District, California, General Obligation Bonds, Series 2003, 5.000%, 8/01/28 - FGIC Insured | 8/11 at 101 |
| | Plumas County, California, Certificates of Participation, Capital Improvement Program, Series 2003A: | |
| 1,130 | 5.250%, 6/01/19 - AMBAC Insured | 6/13 at 101 |
| 1,255 | 5.250%, 6/01/21 - AMBAC Insured | 6/13 at 101 |
| 1,210 | Redding Joint Powers Financing Authority, California, Lease Revenue Bonds, Capital Improvement Projects, Series 2003A, 5.000%, 3/01/23 - AMBAC Insured | 3/13 at 100 |
| 3,750 | Sacramento Municipal Utility District, California, Electric Revenue Bonds, Series 2003R, 5.000%, 8/15/28 - MBIA Insured | 8/13 at 100 |
| 1,500 | San Diego Community College District, California, General Obligation Bonds, Series 2003A, 5.000%, 5/01/28 - FSA Insured | 5/13 at 100 |
| 3,000 | San Jose Redevelopment Agency, California, Tax Allocation Bonds, Merged Area Redevelopment Project, Series 2002, 5.000%, 8/01/32 - MBIA Insured | 8/10 at 101 |
| 1,055 | Turlock Irrigation District, California, Certificates of Participation, Series 2003A, 5.000%, 1/01/28 - MBIA Insured | 1/13 at 100 |
| 6,300 | University of California, Revenue Bonds, Multi-Purpose Projects, Series 2003A, 5.000%, 5/15/33 - AMBAC Insured | 5/13 at 100 |
| 75,910 | Total California | |
| | COLORADO - 3.8% (2.5% OF TOTAL INVESTMENTS) | |
| | Bowles Metropolitan District, Colorado, General Obligation Bonds, Series 2003: | |
| 4,300 | 5.500%, 12/01/23 - FSA Insured | 12/13 at 100 |
| 3,750 | 5.500%, 12/01/28 - FSA Insured | 12/13 at 100 |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | COLORADO (continued) | |
| $ 1,450 | Colorado Educational and Cultural Facilities Authority, Charter School Revenue Bonds, Peak-to-Peak Charter School, Series 2004, 5.250%, 8/15/24 - XLCA Insured | 8/14 at 100 |
| 9,500 | Total Colorado | |

| | | |
|---|---|---|
| | FLORIDA - 1.2% (0.8% OF TOTAL INVESTMENTS) | |
| 3,000 | Pinellas County Health Facilities Authority, Florida, Revenue Bonds, Baycare Health System, Series 2003, 5.500%, 11/15/27 (Pre-refunded 5/15/13) | 5/13 at 100 |
| | GEORGIA - 2.0% (1.3% OF TOTAL INVESTMENTS) | |
| 1,410 | DeKalb County, Georgia, Water and Sewer Revenue Bonds, Series 2006A, 5.000%, 10/01/35 - FSA Insured | 10/16 at 100 |
| 3,825 | Metropolitan Atlanta Rapid Transit Authority, Georgia, Sales Tax Revenue Bonds, Second Indenture Series 2002, 5.000%, 7/01/32 - MBIA Insured | 1/13 at 100 |
| 5,235 | Total Georgia | |
| | ILLINOIS - 3.7% (2.5% OF TOTAL INVESTMENTS) | |
| 905 | Cook County School District 100, Berwyn South, Illinois, General Obligation Refunding Bonds, Series 2003B, 5.250%, 12/01/21 (Pre-refunded 12/01/13) - FSA Insured | 12/13 at 100 |
| | Cook County School District 145, Arbor Park, Illinois, General Obligation Bonds, Series 2004: | |
| 3,285 | 5.125%, 12/01/20 - FSA Insured | 12/14 at 100 |
| 2,940 | 5.125%, 12/01/23 - FSA Insured | 12/14 at 100 |
| 2,500 | Illinois Health Facilities Authority, Revenue Bonds, Lake Forest Hospital, Series 2003, 5.250%, 7/01/23 | 7/13 at 100 |
| 9,630 | Total Illinois | |
| | INDIANA - 8.8% (5.8% OF TOTAL INVESTMENTS) | |
| 2,500 | Evansville, Indiana, Sewerage Works Revenue Refunding Bonds, Series 2003A, 5.000%, 7/01/23 - AMBAC Insured | 7/13 at 100 |
| 2,190 | Indiana Bond Bank, Advance Purchase Funding Bonds, Common School Fund, Series 2003B, 5.000%, 8/01/19 - MBIA Insured | 8/13 at 100 |
| 1,000 | Indiana University, Student Fee Revenue Bonds, Series 2003O, 5.000%, 8/01/22 - FGIC Insured | 8/13 at 100 |
| | IPS Multi-School Building Corporation, Indiana, First Mortgage Revenue Bonds, Series 2003: | |
| 11,020 | 5.000%, 7/15/19 - MBIA Insured | 7/13 at 100 |
| 6,000 | 5.000%, 7/15/20 - MBIA Insured | 7/13 at 100 |
| 22,710 | Total Indiana | |
| | KANSAS - 2.4% (1.6% OF TOTAL INVESTMENTS) | |
| 6,250 | Kansas Development Finance Authority, Board of Regents, Revenue Bonds, Scientific Research and Development Facilities Projects, Series 2003C, 5.000%, 10/01/22 - AMBAC Insured | 4/13 at 102 |

| | | |
|---|---|---|
| | KENTUCKY - 0.3% (0.3% OF TOTAL INVESTMENTS) | |
| 985 | Kentucky State Property and Buildings Commission, Revenue Refunding Bonds, Project 77, Series 2003, 5.000%, 8/01/23 (Pre-refunded 8/01/13) - MBIA Insured | 8/13 at 100 |
| | LOUISIANA - 2.2% (1.5% OF TOTAL INVESTMENTS) | |
| 5,785 | New Orleans, Louisiana, General Obligation Refunding Bonds, Series 2002, 5.300%, 12/01/27 - FGIC Insured | 12/12 at 100 |
| | MASSACHUSETTS - 5.0% (3.3% OF TOTAL INVESTMENTS) | |
| 9,000 | Massachusetts Bay Transportation Authority, Senior Sales Tax Revenue Refunding Bonds, Series 2002A, 5.000%, 7/01/27 (Pre-refunded 7/01/12) - FGIC Insured | 7/12 at 100 |
| 1,125 | Massachusetts Development Finance Authority, Revenue Bonds, Middlesex School, Series 2003, 5.125%, 9/01/23 | 9/13 at 100 |





| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | MASSACHUSETTS (continued) | |
| $ 3,000 | Massachusetts Turnpike Authority, Metropolitan Highway System Revenue Bonds, Senior Series 1997A, 5.000%, 1/01/37 - MBIA Insured | 1/07 at 102 |
| 13,125 | Total Massachusetts | |
| | MICHIGAN - 11.6% (7.7% OF TOTAL INVESTMENTS) | |
| 6,130 | Detroit, Michigan, Senior Lien Water Supply System Revenue Bonds, Series 2003A, 5.000%, 7/01/23 (Pre-refunded 7/01/13) - MBIA Insured | 7/13 at 100 |
| 4,465 | Detroit, Michigan, Senior Lien Water Supply System Revenue Refunding Bonds, Series 2003C, 5.000%, 7/01/22 - MBIA Insured | 7/13 at 100 |
| 10,800 | Michigan Strategic Fund, Limited Obligation Resource Recovery Revenue Refunding Bonds, Detroit Edison Company, Series 2002D, 5.250%, 12/15/32 - XLCA Insured | 12/12 at 100 |

| | | |
|---|---|---|
| 2,250 | Romulus Community Schools, Wayne County, Michigan, General Obligation Refunding Bonds, Series 2001, 5.250%, 5/01/25 | 5/11 at 100 |
| 6,500 | Wayne County, Michigan, Limited Tax General Obligation Airport Hotel Revenue Bonds, Detroit Metropolitan Wayne County Airport, Series 2001A, 5.000%, 12/01/30 - MBIA Insured | 12/11 at 101 |
| 30,145 | Total Michigan | |
| | MISSOURI - 1.1% (0.7% OF TOTAL INVESTMENTS) | |
| 240 | Clay County Public School District 53, Liberty, Missouri, General Obligation Bonds, Series 2004, 5.250%, 3/01/24 - FSA Insured | 3/14 at 100 |
| 215 | Clay County Public School District 53, Liberty, Missouri, General Obligation Bonds, Series 2004, 5.250%, 3/01/23 - FSA Insured | 3/14 at 100 |
| | Clay County Public School District 53, Liberty, Missouri, General Obligation Bonds, Series 2004: | |
| 1,110 | 5.250%, 3/01/23 (Pre-refunded 3/01/14) - FSA Insured | 3/14 at 100 |
| 1,260 | 5.250%, 3/01/24 (Pre-refunded 3/01/14) - FSA Insured | 3/14 at 100 |
| 2,825 | Total Missouri | |
| | NEBRASKA - 1.9% (1.3% OF TOTAL INVESTMENTS) | |
| 5,000 | Lincoln, Nebraska, Sanitary Sewerage System Revenue Refunding Bonds, Series 2003, 5.000%, 6/15/28 - MBIA Insured | 6/13 at 100 |
| | NEVADA - 0.9% (0.6% OF TOTAL INVESTMENTS) | |
| 2,315 | Clark County, Nevada, Subordinate Lien Airport Revenue Bonds, Series 2001B, 5.200%, 7/01/31 (Pre-refunded 7/01/11) - FGIC Insured | 7/11 at 100 |
| | NEW MEXICO - 0.8% (0.5% OF TOTAL INVESTMENTS) | |
| 1,975 | New Mexico State University, Revenue Bonds, Series 2004, 5.000%, 4/01/19 - AMBAC Insured | 4/14 at 100 |
| | NEW YORK - 10.2% (6.8% OF TOTAL INVESTMENTS) | |
| 25,000 | Metropolitan Transportation Authority, New York, Transportation Revenue Refunding Bonds, Series 2002F, 5.000%, 11/15/31 - MBIA Insured | 11/12 at 100 |
| 1,850 | New York State Urban Development Corporation, Service Contract Revenue Bonds, Series 2005B, 5.000%, 3/15/25 - FSA Insured | 3/15 at 100 |
| 26,850 | Total New York | |
| | NORTH CAROLINA - 3.4% (2.2% OF TOTAL INVESTMENTS) | |
| 8,700 | North Carolina Medical Care Commission, Revenue Bonds, Maria Parham Medical Center, Series 2003, 5.375%, 10/01/33 - RAAI Insured | 10/13 at 100 |

| | | |
|---|---|---|
| | OKLAHOMA - 0.3% (0.3% OF TOTAL INVESTMENTS) | |
| 1,000 | Oklahoma Capitol Improvement Authority, State Facilities Revenue Bonds, Series 2005F, 5.000%, 7/01/24 - AMBAC Insured | 7/15 at 100 |
| | OREGON - 3.2% (2.1% OF TOTAL INVESTMENTS) | |
| 8,350 | Oregon Health Sciences University, Revenue Bonds, Series 2002A, 5.000%, 7/01/32 - MBIA Insured | 1/13 at 100 |



| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | PENNSYLVANIA - 8.7% (5.8% OF TOTAL INVESTMENTS) | |
| $ 3,000 | Lehigh County General Purpose Authority, Pennsylvania, Hospital Revenue Bonds, St. Luke's Hospital of Bethlehem, Series 2003, 5.375%, 8/15/33 | 8/13 at 100 |
| 2,000 | Philadelphia Gas Works, Pennsylvania, Revenue Bonds, General Ordinance, Fourth Series 1998, 5.000%, 8/01/32 - FSA Insured | 8/13 at 100 |
| 925 | Philadelphia, Pennsylvania, Water and Wastewater Revenue Bonds, Series 1997A, 5.125%, 8/01/27 - AMBAC Insured (ETM) | 8/07 at 102 |
| 4,075 | Philadelphia, Pennsylvania, Water and Wastewater Revenue Bonds, Series 1997A, 5.125%, 8/01/27 - AMBAC Insured | 8/07 at 102 |
| 13,000 | State Public School Building Authority, Pennsylvania, Lease Revenue Bonds, Philadelphia School District, Series 2003, 5.000%, 6/01/33 - FSA Insured | 6/13 at 100 |
| 23,000 | Total Pennsylvania | |
| | SOUTH CAROLINA - 7.3% (4.9% OF TOTAL INVESTMENTS) | |
| 5,000 | Florence County, South Carolina, Hospital Revenue Bonds, McLeod Regional Medical Center, Series 2004A, 5.250%, 11/01/23 - FSA Insured | 11/14 at 100 |
| | Greenville County School District, South Carolina, Installment Purchase Revenue Bonds, Series 2003: | |
| 3,000 | 5.000%, 12/01/22 | 12/13 at 100 |
| 1,785 | 5.000%, 12/01/23 | 12/13 at 100 |
| 1,365 | Myrtle Beach, South Carolina, Water and Sewerage System Revenue | 3/13 at 100 |

| | | |
|---|---|---|
| | Refunding Bonds, Series 2003, 5.375%, 3/01/19 (Pre-refunded 3/01/13) - FGIC Insured | |
| 8,000 | South Carolina Transportation Infrastructure Bank, Revenue Bonds, Series 2002A, 5.000%, 10/01/33 - AMBAC Insured | 10/12 at 100 |
| 19,150 | Total South Carolina | |
| | TEXAS - 12.9% (8.6% OF TOTAL INVESTMENTS) | |
| 7,975 | Fort Bend Independent School District, Fort Bend County, Texas, General Obligation Bonds, Series 2000, 5.000%, 8/15/25 | 8/10 at 100 |
| 12,500 | Grand Prairie Independent School District, Dallas County, Texas, General Obligation Bonds, Series 2003, 5.125%, 2/15/31 - FSA Insured | 2/13 at 100 |
| 2,000 | Houston, Texas, First Lien Combined Utility System Revenue Bonds, Series 2004A, 5.250%, 5/15/25 - MBIA Insured | 5/14 at 100 |
| 5,515 | Houston, Texas, General Obligation Refunding Bonds, Series 2002, 5.250%, 3/01/20 - MBIA Insured | 3/12 at 100 |
| 5,850 | Katy Independent School District, Harris, Fort Bend and Waller Counties, Texas, General Obligation Bonds, Series 2002A, 5.125%, 2/15/18 | 2/12 at 100 |
| 33,840 | Total Texas | |
| | VIRGINIA - 0.6% (0.4% OF TOTAL INVESTMENTS) | |
| 1,500 | Hampton, Virginia, Revenue Bonds, Convention Center Project, Series 2002, 5.125%, 1/15/28 - AMBAC Insured | 1/13 at 100 |
| | WASHINGTON - 9.1% (6.1% OF TOTAL INVESTMENTS) | |
| 4,945 | Broadway Office Properties, King County, Washington, Lease Revenue Bonds, Washington Project, Series 2002, 5.000%, 12/01/31 - MBIA Insured | 12/12 at 100 |
| 5,250 | Chelan County Public Utility District 1, Washington, Hydro Consolidated System Revenue Bonds, Series 2002C, 5.125%, 7/01/33 - AMBAC Insured | 7/12 at 100 |
| 2,135 | Kitsap County Consolidated Housing Authority, Washington, Revenue Bonds, Bremerton Government Center, Series 2003, 5.000%, 7/01/23 - MBIA Insured | 7/13 at 100 |
| 1,935 | Pierce County School District 343, Dieringer, Washington, General Obligation Refunding Bonds, Series 2003, 5.250%, 12/01/17 - FGIC Insured | 6/13 at 100 |
| 9,670 | Washington State, General Obligation Bonds, Series 2003D, 5.000%, 12/01/21 - MBIA Insured | 6/13 at 100 |
| 23,935 | Total Washington | |

Nuveen Insured Tax-Free Advantage Municipal Fund (NEA) (continued)

Portfolio of INVESTMENTS October 31, 2006

| PRINCIPAL AMOUNT (000) | DESCRIPTION (1) | OPTIONAL C PROVISIONS |
|---|---|---|
| | WEST VIRGINIA - 1.2% (0.8% OF TOTAL INVESTMENTS) | |
| $ 3,000 | West Virginia State Building Commission, Lease Revenue Refunding Bonds, Regional Jail and Corrections Facility, Series 1998A, 5.375%, 7/01/21 - AMBAC Insured | No Opt. Cal |
| | WISCONSIN - 6.7% (4.4% OF TOTAL INVESTMENTS) | |
| 1,190 | Sun Prairie Area School District, Dane County, Wisconsin, General Obligation Bonds, Series 2004C, 5.250%, 3/01/24 - FSA Insured | 3/14 at 100 |
| 4,605 | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Franciscan Sisters of Christian Charity Healthcare Ministry, Series 2003A, 5.875%, 9/01/33 | 9/13 at 100 |
| 3,000 | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Meriter Hospital Inc., Series 1992A, 6.000%, 12/01/22 - FGIC Insured | No Opt. C |
| 3,600 | Wisconsin Health and Educational Facilities Authority, Revenue Bonds, Wheaton Franciscan Services Inc., Series 2003A, 5.125%, 8/15/33 | 8/13 at 100 |
| 4,750 | Wisconsin Health and Educational Facilities Authority, Revenue Refunding Bonds, Wausau Hospital Inc., Series 1998A, 5.125%, 8/15/20 - AMBAC Insured | 8/08 at 102 |
| 17,145 | Total Wisconsin | |
| $ 392,145 | Total Investments (cost $392,947,524) - 150.3% | |
| | Other Assets Less Liabilities - 1.8% | |
| | Preferred Shares, at Liquidation Value - (52.1)% | |
| | Net Assets Applicable to Common Shares - 100% | |

At least 80% of the Fund's net assets (including net assets attributable to Preferred shares) are invested in municipal securities that are either covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance which ensures the timely payment of principal and

interest. Up to 20% of the Fund's net assets (including net assets attributable to Preferred shares) may be invested in municipal securities that are (i) either backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities (also ensuring the timely payment of principal and interest), or (ii) rated, at the time of investment, within the four highest grades (Baa or BBB or better by Moody's, S&P or Fitch) or unrated but judged to be of comparable quality by the Adviser.

(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.

(ETM) Escrowed to maturity.

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.

68

Statement of
ASSETS AND LIABILITIES October 31, 2006

| | INSURED QUALITY (NQI) | INSURED OPPORTUNITY (NIO) | INS |
|---|---|---|---|
| ASSETS | | | |
| Investments, at value (cost $832,776,418, $1,786,083,730, $422,929,142, $753,729,995, $643,773,825 and $392,947,524, respectively) | $ 887,487,826 | $ 1,912,654,851 | $ |
| Cash | 6,868,159 | 2,987,045 | |
| Receivables: | | | |
| Interest | 12,389,343 | 29,498,809 | |
| Investments sold | 23,200,090 | 46,681,207 | |
| Other assets | 85,299 | 150,080 | |
| Total assets | 930,030,717 | 1,991,971,992 | |

| | | | |
|---|---|---|---|
| LIABILITIES | | | |
| Cash overdraft | -- | -- | |
| Payable for investments purchased | 21,326,727 | 47,134,132 | |
| Accrued expenses: | | | |
| Management fees | 467,789 | 980,925 | |
| Other | 190,376 | 393,480 | |
| Preferred share dividends payable | 117,749 | 291,721 | |
| Total liabilities | 22,102,641 | 48,800,258 | |
| Preferred shares, at liquidation value | 318,000,000 | 680,000,000 | |
| Net assets applicable to Common shares | $ 589,928,076 | $ 1,263,171,734 | $ |
| Common shares outstanding | 38,295,278 | 81,138,036 | |
| Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding) | $ 15.40 | $ 15.57 | $ |
| NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF: | | | |
| Common shares, $.01 par value per share | $ 382,953 | $ 811,380 | $ |
| Paid-in surplus | 534,535,198 | 1,128,874,275 | |
| Undistributed (Over-distribution of) net investment income | 1,459,534 | 4,886,834 | |
| Accumulated net realized gain (loss) from investments and derivative transactions | (1,161,017) | 2,028,124 | |
| Net unrealized appreciation (depreciation) of investments | 54,711,408 | 126,571,121 | |
| Net assets applicable to Common shares | $ 589,928,076 | $ 1,263,171,734 | $ |
| Authorized shares: | | | |
| Common | 200,000,000 | 200,000,000 | |
| Preferred | 1,000,000 | 1,000,000 | |

| | INSURED PREMIUM INCOME 2 (NPX) | INSURED DIVIDEND ADVANTAGE (NVG) | |
|---|---|---|---|
| ASSETS | | | |
| Investments, at value (cost $832,776,418, $1,786,083,730, $422,929,142, $753,729,995, $643,773,825 and $392,947,524, respectively) | $ 791,297,399 | $ 687,163,098 | $ |
| Cash | 3,219,135 | 2,606,591 | |
| Receivables: | | | |
| Interest | 13,732,856 | 9,704,955 | |
| Investments sold | 24,038,789 | 6,974,848 | |
| Other assets | 65,383 | 40,288 | |
| Total assets | 832,353,562 | 706,489,780 | |

| | | | |
|---|---|---|---|
| LIABILITIES | | | |
| Cash overdraft | -- | -- | |
| Payable for investments purchased | 33,689,805 | 11,061,979 | |
| Accrued expenses: | | | |
| Management fees | 412,117 | 184,313 | |
| Other | 262,833 | 112,824 | |
| Preferred share dividends payable | 104,844 | 93,844 | |
| Total liabilities | 34,469,599 | 11,452,960 | |
| Preferred shares, at liquidation value | 268,900,000 | 233,000,000 | |
| Net assets applicable to Common shares | $ 528,983,963 | $ 462,036,820 | $ |
| Common shares outstanding | 37,353,512 | 29,807,822 | |
| Net asset value per Common share outstanding (net assets applicable to Common shares, divided by Common shares outstanding) | $ 14.16 | $ 15.50 | $ |
| NET ASSETS APPLICABLE TO COMMON SHARES CONSIST OF: | | | |
| Common shares, $.01 par value per share | $ 373,535 | $ 298,078 | $ |
| Paid-in surplus | 491,941,518 | 423,484,088 | |
| Undistributed (Over-distribution of) net investment income | 86,758 | (273,743) | |
| Accumulated net realized gain (loss) from investments and derivative transactions | (985,252) | (4,860,876) | |
| Net unrealized appreciation (depreciation) of investments | 37,567,404 | 43,389,273 | |
| Net assets applicable to Common shares | $ 528,983,963 | $ 462,036,820 | $ |
| Authorized shares: | | | |
| Common | Unlimited | Unlimited | |
| Preferred | Unlimited | Unlimited | |

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.



Statement of
OPERATIONS Year Ended October 31, 2006

| | INSURED QUALITY | INSURED OPPORTUNITY | INS |
|---|---|---|---|

| | (NQI) | (NIO) | |
|---|---|---|---|
| INVESTMENT INCOME | $ 44,710,515 | $ 94,025,460 | $ |
| EXPENSES | | | |
| Management fees | 5,512,363 | 11,560,935 | |
| Preferred shares - auction fees | 795,381 | 1,700,880 | |
| Preferred shares - dividend disbursing agent fees | 50,000 | 70,000 | |
| Shareholders' servicing agent fees and expenses | 89,770 | 147,734 | |
| Custodian's fees and expenses | 220,966 | 462,352 | |
| Directors'/Trustees' fees and expenses | 20,030 | 42,814 | |
| Professional fees | 41,439 | 78,142 | |
| Shareholders' reports - printing and mailing expenses | 84,376 | 169,305 | |
| Stock exchange listing fees | 14,821 | 29,977 | |
| Investor relations expense | 86,989 | 181,019 | |
| Portfolio insurance expense | -- | 28,903 | |
| Other expenses | 56,074 | 81,839 | |
| Total expenses before custodian fee credit and expense reimbursement | 6,972,209 | 14,553,900 | |
| Custodian fee credit | (18,796) | (28,725) | |
| Expense reimbursement | -- | -- | |
| Net expenses | 6,953,413 | 14,525,175 | |
| Net investment income | 37,757,102 | 79,500,285 | |
| REALIZED AND UNREALIZED GAIN (LOSS) | | | |
| Net realized gain (loss) from investments | (1,191,796) | 1,907,145 | |
| Net realized gain (loss) from forward swaps | -- | -- | |
| Net increase from payments by the Adviser for losses realized on the disposal of investments purchased in violation of investment restrictions | 27,762 | 42,338 | |
| Change in net unrealized appreciation (depreciation) of investments | 10,625,581 | 25,620,352 | |
| Change in net unrealized appreciation (depreciation) of forward swaps | -- | -- | |
| Net realized and unrealized gain (loss) | 9,461,547 | 27,569,835 | |
| DISTRIBUTIONS TO PREFERRED SHAREHOLDERS | | | |
| From net investment income | (9,396,258) | (19,724,590) | |
| From accumulated net realized gains | (565,042) | (2,314,744) | |
| Decrease in net assets applicable to Common shares from distributions to Preferred shareholders | (9,961,300) | (22,039,334) | |
| Net increase (decrease) in net assets applicable to Common shares from operations | $ 37,257,349 | $ 85,030,786 | $ |

| | INSURED PREMIUM INCOME 2 (NPX) | INSURED DIVIDEND ADVANTAGE (NVG) | |
|---|---|---|---|
| INVESTMENT INCOME | $ 38,022,632 | $ 33,211,012 | $ |
| EXPENSES | | | |
| Management fees | 4,851,178 | 4,242,846 | |
| Preferred shares - auction fees | 672,572 | 582,859 | |
| Preferred shares - dividend disbursing agent fees | 50,000 | 30,000 | |
| Shareholders' servicing agent fees and expenses | 52,067 | 9,025 | |
| Custodian's fees and expenses | 169,020 | 159,547 | |
| Directors'/Trustees' fees and expenses | 17,430 | 15,304 | |
| Professional fees | 33,534 | 35,151 | |
| Shareholders' reports - printing and mailing expenses | 77,206 | 63,798 | |
| Stock exchange listing fees | 13,808 | 2,536 | |
| Investor relations expense | 75,275 | 67,131 | |
| Portfolio insurance expense | -- | -- | |
| Other expenses | 31,587 | 34,363 | |
| Total expenses before custodian fee credit and expense reimbursement | 6,043,677 | 5,242,560 | |
| Custodian fee credit | (12,509) | (11,548) | |
| Expense reimbursement | -- | (2,063,912) | |
| Net expenses | 6,031,168 | 3,167,100 | |
| Net investment income | 31,991,464 | 30,043,912 | |
| REALIZED AND UNREALIZED GAIN (LOSS) | | | |
| Net realized gain (loss) from investments | 287,636 | (1,161,908) | |
| Net realized gain (loss) from forward swaps | -- | -- | |
| Net increase from payments by the Adviser for losses realized on the disposal of investments purchased in violation of investment restrictions | -- | -- | |
| Change in net unrealized appreciation (depreciation) of investments | 10,227,465 | 11,104,043 | |
| Change in net unrealized appreciation (depreciation) of forward swaps | -- | -- | |
| Net realized and unrealized gain (loss) | 10,515,101 | 9,942,135 | |
| DISTRIBUTIONS TO PREFERRED SHAREHOLDERS | | | |
| From net investment income | (8,461,641) | (7,450,053) | |
| From accumulated net realized gains | -- | -- | |
| Decrease in net assets applicable to Common shares from distributions to Preferred shareholders | (8,461,641) | (7,450,053) | |
| Net increase (decrease) in net assets applicable to Common shares from operations | $ 34,044,924 | $ 32,535,994 | $ |

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.



Statement of
CHANGES IN NET ASSETS

| | INSURED QUALITY ( |
|---|---|
| | YEAR ENDED 10/31/06 |
| OPERATIONS | |
| Net investment income | $ 37,757,102 $ |
| Net realized gain (loss) from investments | (1,191,796) |
| Net realized gain (loss) from forward swaps | -- |
| Net increase from payments by the Adviser for losses realized on the disposal of investments purchased in violation of investment restrictions | 27,762 |
| Change in net unrealized appreciation (depreciation) of investments | 10,625,581 |
| Change in net unrealized appreciation (depreciation) of forward swaps | -- |
| Distributions to Preferred Shareholders: | |
| From net investment income | (9,396,258) |
| From accumulated net realized gains | (565,042) |
| Net increase (decrease) in net assets applicable to Common shares from operations | 37,257,349 |
| DISTRIBUTIONS TO COMMON SHAREHOLDERS | |
| From net investment income | (30,556,817) |
| From accumulated net realized gains | (2,966,866) |
| Decrease in net assets applicable to Common shares from distributions to Common shareholders | (33,523,683) |
| CAPITAL SHARE TRANSACTIONS | |
| Net proceeds from Common shares issued to shareholders due to reinvestment of distributions | 417,197 |
| Net increase (decrease) in net assets applicable to Common shares from capital share transactions | 417,197 |
| Net increase (decrease) in net assets applicable to Common shares | 4,150,863 |
| Net assets applicable to Common shares at the beginning of year | 585,777,213 |
| Net assets applicable to Common shares at the end of year | $ 589,928,076 $ |
| Undistributed (Over-distribution of) net investment income | |

| | | |
|---|---|---|
| at the end of year | $ 1,459,534 | $ |

| | INSURED OPPORTUNITY | |
|---|---|---|
| | YEAR ENDED 10/31/06 | |
| OPERATIONS | | |
| Net investment income | $ 79,500,285 | $ |
| Net realized gain (loss) from investments | 1,907,145 | |
| Net realized gain (loss) from forward swaps | -- | |
| Net increase from payments by the Adviser for losses realized on the disposal of investments purchased in violation of investment restrictions | 42,338 | |
| Change in net unrealized appreciation (depreciation) of investments | 25,620,352 | |
| Change in net unrealized appreciation (depreciation) of forward swaps | -- | |
| Distributions to Preferred Shareholders: | | |
| From net investment income | (19,724,590) | |
| From accumulated net realized gains | (2,314,744) | |
| Net increase (decrease) in net assets applicable to Common shares from operations | 85,030,786 | |
| DISTRIBUTIONS TO COMMON SHAREHOLDERS | | |
| From net investment income | (65,186,316) | |
| From accumulated net realized gains | (11,310,643) | |
| Decrease in net assets applicable to Common shares from distributions to Common shareholders | (76,496,959) | |
| CAPITAL SHARE TRANSACTIONS | | |
| Net proceeds from Common shares issued to shareholders due to reinvestment of distributions | -- | |
| Net increase (decrease) in net assets applicable to Common shares from capital share transactions | -- | |
| Net increase (decrease) in net assets applicable to Common shares | 8,533,827 | |
| Net assets applicable to Common shares at the beginning of year | 1,254,637,907 | 1, |
| Net assets applicable to Common shares at the end of year | $ 1,263,171,734 | $ 1, |
| Undistributed (Over-distribution of) net investment income at the end of year | $ 4,886,834 | $ |

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.

CHANGES IN NET ASSETS (continued)

| | PREMIER INSURE INCOME (NIF) | |
|---|---|---|
| | YEAR ENDED 10/31/06 | |
| OPERATIONS | | |
| Net investment income | $ 19,010,574 | $ |
| Net realized gain (loss) from investments | (164,691) | |
| Net realized gain (loss) from forward swaps | -- | |
| Net increase from payments by the Adviser for losses realized on the disposal of investments purchased in violation of investment restrictions | -- | |
| Change in net unrealized appreciation (depreciation) of investments | 4,920,062 | |
| Change in net unrealized appreciation (depreciation) of forward swaps | -- | |
| Distributions to Preferred Shareholders: | | |
| From net investment income | (4,829,477) | |
| From accumulated net realized gains | (363,000) | |
| Net increase (decrease) in net assets applicable to Common shares from operations | 18,573,468 | |
| DISTRIBUTIONS TO COMMON SHAREHOLDERS | | |
| From net investment income | (15,341,495) | |
| From accumulated net realized gains | (1,854,574) | |
| Decrease in net assets applicable to Common shares from distributions to Common shareholders | (17,196,069) | |
| CAPITAL SHARE TRANSACTIONS | | |
| Net proceeds from Common shares issued to shareholders due to reinvestment of distributions | -- | |
| Net increase (decrease) in net assets applicable to Common shares from capital share transactions | -- | |
| Net increase (decrease) in net assets applicable to Common shares | 1,377,399 | |
| Net assets applicable to Common shares at the beginning of year | 297,623,637 | |
| Net assets applicable to Common shares at the end of year | $ 299,001,036 | $ |
| Undistributed (Over-distribution of) net investment income at the end of year | $ (97,094) | $ |

| | INSURED PR INCOME 2 ( |
|---|---|
| | YEAR ENDED 10/31/06 |

| | | |
|---|---|---|
| OPERATIONS | | |
| Net investment income | $ 31,991,464 | $ |
| Net realized gain (loss) from investments | 287,636 | |
| Net realized gain (loss) from forward swaps | -- | |
| Net increase from payments by the Adviser for losses realized on the disposal of investments purchased in violation of investment restrictions | -- | |
| Change in net unrealized appreciation (depreciation) of investments | 10,227,465 | |
| Change in net unrealized appreciation (depreciation) of forward swaps | -- | |
| Distributions to Preferred Shareholders: | | |
| From net investment income | (8,461,641) | |
| From accumulated net realized gains | -- | |
| Net increase (decrease) in net assets applicable to Common shares from operations | 34,044,924 | |
| DISTRIBUTIONS TO COMMON SHAREHOLDERS | | |
| From net investment income | (25,568,479) | |
| From accumulated net realized gains | -- | |
| Decrease in net assets applicable to Common shares from distributions to Common shareholders | (25,568,479) | |
| CAPITAL SHARE TRANSACTIONS | | |
| Net proceeds from Common shares issued to shareholders due to reinvestment of distributions | -- | |
| Net increase (decrease) in net assets applicable to Common shares from capital share transactions | -- | |
| Net increase (decrease) in net assets applicable to Common shares | 8,476,445 | |
| Net assets applicable to Common shares at the beginning of year | 520,507,518 | |
| Net assets applicable to Common shares at the end of year | $ 528,983,963 | $ |
| Undistributed (Over-distribution of) net investment income at the end of year | $ 86,758 | $ |

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.



| | |
|---|---|
| | INSURED DIVIDE ADVANTAGE (NVG |
| | YEAR ENDED 10/31/06 |

| | | |
|---|---|---|
| OPERATIONS | | |
| Net investment income | $ 30,043,912 | $ |
| Net realized gain (loss) from investments | (1,161,908) | |
| Net realized gain (loss) from forward swaps | -- | |
| Net increase from payments by the Adviser for losses realized on the disposal of investments purchased in violation of investment restrictions | -- | |
| Change in net unrealized appreciation (depreciation) of investments | 11,104,043 | |
| Change in net unrealized appreciation (depreciation) of forward swaps | -- | |
| Distributions to Preferred Shareholders: | | |
| From net investment income | (7,450,053) | |
| From accumulated net realized gains | -- | |
| Net increase (decrease) in net assets applicable to Common shares from operations | 32,535,994 | |
| DISTRIBUTIONS TO COMMON SHAREHOLDERS | | |
| From net investment income | (24,516,934) | |
| From accumulated net realized gains | -- | |
| Decrease in net assets applicable to Common shares from distributions to Common shareholders | (24,516,934) | |
| CAPITAL SHARE TRANSACTIONS | | |
| Net proceeds from Common shares issued to shareholders due to reinvestment of distributions | -- | |
| Net increase (decrease) in net assets applicable to Common shares from capital share transactions | -- | |
| Net increase (decrease) in net assets applicable to Common shares | 8,019,060 | |
| Net assets applicable to Common shares at the beginning of year | 454,017,760 | |
| Net assets applicable to Common shares at the end of year | $ 462,036,820 | $ |
| Undistributed (Over-distribution of) net investment income at the end of year | $ (273,743) | $ |

| | |
|---|---|
| | INSURED TAX-FR ADVANTAGE (NEA |
| | YEAR ENDED 10/31/06 |
| OPERATIONS | |
| Net investment income | $ 17,939,799 |
| Net realized gain (loss) from investments | 70,087 |
| Net realized gain (loss) from forward swaps | 1,283,477 |
| Net increase from payments by the Adviser for losses realized on the disposal of investments purchased in violation of investment restrictions | -- |
| Change in net unrealized appreciation (depreciation) of investments | 7,086,220 |
| Change in net unrealized appreciation (depreciation) of forward swaps | (1,430,007) |
| Distributions to Preferred Shareholders: | |
| From net investment income | (4,393,243) |
| From accumulated net realized gains | -- |

| | | |
|---|---|---|
| Net increase (decrease) in net assets applicable to Common shares from operations | 20,556,333 | |
| DISTRIBUTIONS TO COMMON SHAREHOLDERS | | |
| From net investment income | (13,664,277) | |
| From accumulated net realized gains | -- | |
| Decrease in net assets applicable to Common shares from distributions to Common shareholders | (13,664,277) | |
| CAPITAL SHARE TRANSACTIONS | | |
| Net proceeds from Common shares issued to shareholders due to reinvestment of distributions | -- | |
| Net increase (decrease) in net assets applicable to Common shares from capital share transactions | -- | |
| Net increase (decrease) in net assets applicable to Common shares | 6,892,056 | |
| Net assets applicable to Common shares at the beginning of year | 269,613,921 | |
| Net assets applicable to Common shares at the end of year | $ 276,505,977 | $ |
| Undistributed (Over-distribution of) net investment income at the end of year | $ (315,778) | $ |

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 Insured Quality Municipal Fund, Inc. (NQI), Nuveen Insured Municipal Opportunity Fund, Inc. (NIO), Nuveen Premier Insured Municipal Income Fund, Inc. (NIF), Nuveen Insured Premium Income Municipal Fund 2 (NPX), Nuveen Insured Dividend Advantage Municipal Fund (NVG) and Nuveen Insured Tax-Free Advantage Municipal Fund (NEA). Common shares of Insured Quality (NQI), Insured Opportunity (NIO), Premier Insured Income (NIF) and Insured Premium Income 2 (NPX) are traded on the New York Stock Exchange while Common shares of Insured Dividend Advantage (NVG) and Insured Tax-Free Advantage (NEA) are traded on the American Stock Exchange. The Funds are registered under the Investment Company Act of 1940, as amended, as closed-end, diversified management investment companies.

Each Fund seeks to provide current income exempt from regular federal income tax, and in the case of Insured Tax-Free Advantage (NEA) the alternative minimum tax applicable to individuals, by investing primarily in a diversified portfolio of municipal obligations issued by state and local government authorities 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 Directors/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 Directors/ Trustees. If the pricing service is unable to supply a price for a municipal bond or 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 Directors/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 October 31, 2006, Insured Quality (NQI), Insured Opportunity (NIO), Insured Premium Income 2 (NPX) and Insured Dividend Advantage (NVG) had outstanding when-issued/delayed delivery purchase commitments of $6,434,647, $17,251,556, $11,061,616 and $4,087,131, respectively. There were no such outstanding purchase commitments in either Premier Insured Income (NIF) or Insured Tax-Free Advantage (NEA) at October 31, 2006.

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.

FEDERAL 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 income tax, and in the case of Insured Tax-Free Advantage (NEA) the alternative minimum tax applicable to individuals, 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 October 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.

74

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 more than one 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:

| | INSURED QUALITY (NQI) | INSURED OPPORTUNITY (NIO) | PREMIER INSURED INCOME (NIF) | INSURED PREMIUM INCOME 2 (NPX) | INSURED DIVIDEND ADVANTAGE (NVG) | INSURED TAX-FREE ADVANTAGE (NEA) |
|---|---|---|---|---|---|---|
| Number of shares: | | | | | | |
| Series M | 2,600 | 4,000 | -- | 2,080 | 3,160 | -- |
| Series T | 2,600 | 4,000 | -- | 2,200 | 3,080 | 2,880 |
| Series W | 2,600 | 4,000 | 840 | 2,080 | -- | 2,880 |
| Series W2 | -- | 3,200 | -- | -- | -- | -- |
| Series TH | 2,320 | 4,000 | 2,800 | 2,200 | 3,080 | -- |
| Series TH2 | -- | 4,000 | -- | -- | -- | -- |
| Series F | 2,600 | 4,000 | 2,800 | 2,196 | -- | -- |
| Total | 12,720 | 27,200 | 6,440 | 10,756 | 9,320 | 5,760 |

INSURANCE

Insured Quality (NQI), Insured Opportunity (NIO), Premier Insured Income (NIF) and Insured Premium Income 2 (NPX) invest only in municipal securities which are either covered by insurance or are backed by an escrow or trust account containing sufficient U.S. Government or U.S. Government agency securities, both of which ensure the timely payment of principal and interest.

Insured Dividend Advantage (NVG) and Insured Tax-Free Advantage (NEA) invest at

least 80% of their net assets (including net assets attributable to Preferred shares) in municipal securities that are covered by insurance. Each Fund may also invest up to 20% of its net assets (including net assets attributable to Preferred shares) in municipal securities which are either (i) backed by an escrow or trust containing sufficient U.S. Government or U.S. Government agency securities, or (ii) rated, at the time of investment, within the four highest grades (Baa or BBB or better by Moody's, S&P or Fitch) or unrated but judged to be of comparable quality by the Adviser.

Each insured municipal security is covered by Original Issue Insurance, Secondary Market Insurance or Portfolio Insurance. Such insurance does not guarantee the market value of the municipal securities or the value of the Funds' Common shares. Original Issue Insurance and Secondary Market Insurance remain in effect as long as the municipal securities covered thereby remain outstanding and the insurer remains in business, regardless of whether the Funds ultimately dispose of such municipal securities. Consequently, the market value of the municipal securities covered by Original Issue Insurance or Secondary Market Insurance may reflect value attributable to the insurance. Portfolio Insurance, in contrast, is effective only while the municipal securities are held by the Funds. Accordingly, neither the prices used in determining the market value of the underlying municipal securities nor the Common share net asset value of the Funds include value, if any, attributable to the Portfolio Insurance. Each policy of the Portfolio Insurance does, however, give the Funds the right to obtain permanent insurance with respect to the municipal security covered by the Portfolio Insurance policy at the time of its sale.

INVERSE FLOATING RATE SECURITIES

The Funds are authorized to invest in inverse floating rate securities. During the fiscal year ended October 31, 2006, Insured Quality (NQI), Insured Opportunity (NIO), Insured Premium Income 2 (NPX) and Insured Dividend Advantage (NVG) invested in inverse floating rate securities for the purpose of enhancing portfolio yield. Inverse floating rate securities are identified in the Portfolio of Investments and are valued daily. The interest rate of an inverse floating rate security has an inverse relationship to the interest rate of a short-term floating rate security. Consequently, as the interest rate of the floating rate security rises, the interest rate on the inverse floating rate security declines. Conversely, as the interest rate of the floating rate security declines, the interest rate on the inverse floating rate security rises. The price of an inverse floating rate security will be more volatile than that of an otherwise comparable fixed rate security since the interest rate is dependent on an underlying fixed coupon rate or the general level of long-term interest rates as well as the short-term interest paid on the floating rate security, and because the inverse floating rate security typically bears the risk of loss of a greater face value of an underlying bond. There were no such securities in either Premier Insured Income (NIF) or Insured Tax-Free Advantage (NEA) during the fiscal year ended October 31, 2006.

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 help the Fund manage its overall interest rate sensitivity, either shorter or longer, generally to more closely align the Fund's interest rate sensitivity with that of the broader municipal market. Forward interest rate swap transactions involve each Fund's agreement with a counterparty to pay, in the future, a fixed or variable rate payment in exchange for the counterparty paying the Fund a variable or fixed 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 the termination date of the swap (which is akin to a bond's maturity). The value of the Fund's swap commitment would increase or decrease based primarily on the

extent to which long-term interest rates for bonds having a maturity of the swap's termination date increases or decreases. The Funds may terminate a swap contract prior to the effective date, at which point a realized gain or loss is 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 reduce 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. At October 31, 2006, the Funds did not have any forward swap contracts outstanding.

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 Directors/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:

| | INSURED QUALITY (NQI) | | INSURED OPPORTUNITY (NIO) | |
|---|---|---|---|---|
| | YEAR ENDED 10/31/06 | YEAR ENDED 10/31/05 | YEAR ENDED 10/31/06 | YEAR ENDED 10/31/05 |
| Common shares issued to shareholders due to reinvestment of distributions | 27,000 | 91,214 | -- | -- |

| | INSURED PREMIUM INCOME 2 (NPX) | | INSURED DIVIDEND ADVANTAGE (NVG) | T |
|---|---|---|---|---|
| | YEAR ENDED 10/31/06 | YEAR ENDED 10/31/05 | YEAR ENDED 10/31/06 | YEAR ENDED 10/31/05 |
| Common shares issued to shareholders due to reinvestment of distributions | -- | -- | -- | -- |



3. INVESTMENT TRANSACTIONS

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

| | INSURED QUALITY (NQI) | INSURED OPPORTUNITY (NIO) | PREMIER INSURED INCOME (NIF) | INSURED PREMIUM INCOME 2 (NPX) |
|---|---|---|---|---|
| Purchases | $113,637,479 | $ 257,102,495 | $ 38,238,892 | $117,323,779 |
| Sales and maturities | 124,675,966 | 287,709,620 | 42,378,851 | 118,611,170 |

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. To the extent that differences arise that are permanent in nature, such amounts are reclassified within the capital accounts on the Statement of Assets and Liabilities presented in the annual report, based on their Federal tax basis treatment; temporary differences do not require reclassification. Temporary and permanent differences do not impact the net asset values of the Funds.

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

| | INSURED QUALITY (NQI) | INSURED OPPORTUNITY (NIO) | PREMIER INSURED INCOME (NIF) | INSURED PREMIUM INCOME 2 (NPX) |
|---|---|---|---|---|
| Cost of investments | $832,311,969 | $1,784,548,341 | $422,863,541 | $753,692,128 |

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

| | INSURED QUALITY (NQI) | INSURED OPPORTUNITY (NIO) | PREMIER INSURED INCOME (NIF) | INSURED PREMIUM INCOME 2 (NPX) |
|---|---|---|---|---|
| Gross unrealized: | | | | |
| Appreciation | $ 55,501,724 | $ 128,269,344 | $ 29,668,511 | $ 37,616,143 |
| Depreciation | (325,867) | (162,834) | -- | (10,872 |
| Net unrealized appreciation (depreciation) of investments | $ 55,175,857 | $ 128,106,510 | $ 29,668,511 | $ 37,605,271 |

The tax components of undistributed net tax-exempt income, net ordinary income and net long-term capital gains at October 31, 2006, the Funds' tax year end, were as follows:

| | INSURED QUALITY (NQI) | INSURED OPPORTUNITY (NIO) | PREMIER INSURED INCOME (NIF) | INSURED PREMIUM INCOME 2 (NPX) |
|---|---|---|---|---|

| | | | | |
|---|---|---|---|---|
| Undistributed net tax-exempt income * | $ 3,429,697 | $ 8,633,157 | $ 1,077,692 | $ 2,170,823 |
| Undistributed net ordinary income ** | -- | -- | -- | -- |
| Undistributed net long-term capital gains | -- | 2,028,125 | -- | -- |

* Undistributed net tax-exempt income (on a tax basis) has not been reduced for the dividend declared on October 2, 2006, paid on November 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 October 31, 2006 and October 31, 2005, was designated for purposes of the dividends paid deduction as follows:

| 2006 | INSURED QUALITY (NQI) | INSURED OPPORTUNITY (NIO) | PREMIER INSURED INCOME (NIF) | INSURED PREMIUM INCOME 2 (NPX) |
|---|---|---|---|---|
| Distributions from net tax-exempt income | $ 40,449,144 | $ 85,552,575 | $ 20,340,320 | $ 34,358,230 |
| Distributions from net ordinary income ** | -- | 36,367 | -- | -- |
| Distributions from net long-term capital gains *** | 3,529,489 | 13,627,650 | 2,216,110 | -- |





| 2005 | INSURED QUALITY (NQI) | INSURED OPPORTUNITY (NIO) | PREMIER INSURED INCOME (NIF) | INSURED PREMIUM INCOME 2 (NPX) |
|---|---|---|---|---|
| Distributions from net tax-exempt income | $ 43,231,354 | $ 88,622,431 | $ 21,307,834 | $ 36,572,931 |
| Distributions from net ordinary income ** | 425,383 | -- | 801,863 | -- |
| Distributions from net long-term capital gains | 1,943,044 | 2,854,341 | 981,459 | -- |

** 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 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 year ended October 31, 2006.

At October 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:

| | INSURED QUALITY (NQI) | PREMIER INSURED INCOME (NIF) | INSURED PREMIUM INCOME 2 (NPX) | |
|---|---|---|---|---|
| Expiration year: | | | | |
| 2008 | $ -- | $ -- | $ 985,195 | $ |
| 2009 | -- | -- | -- | |
| 2010 | -- | -- | -- | |
| 2011 | -- | -- | -- | |
| 2012 | -- | -- | -- | |
| 2013 | -- | -- | -- | |
| 2014 | 1,161,017 | 164,690 | -- | |
| Total | $ 1,161,017 | $ 164,690 | $ 985,195 | $ |

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)

| | |
|---|---|
| For the first $125 million | |
| For the next $125 million | |
| For the next $250 million | |
| For the next $500 million | |
| For the next $1 billion | |
| For the next $3 billion | |
| For net assets over $5 billion | |

78

| AVERAGE DAILY NET ASSETS (INCLUDING NET ASSETS ATTRIBUTABLE TO PREFERRED SHARES) | IN<br>IN |
|---|---|
| For the first $125 million | |
| For the next $125 million | |
| For the next $250 million | |
| For the next $500 million | |
| For the next $1 billion | |
| For net assets over $2 billion | |

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 October 31, 2006, the complex-level fee rate was .1852%.

| COMPLEX-LEVEL ASSETS(1) | |
|---|---|
| For the first $55 billion | |
| For the next $1 billion | |
| For the next $1 billion | |
| For the next $3 billion | |
| For the next $3 billion | |
| For the next $3 billion | |
| For the next $5 billion | |
| For the next $5 billion | |
| For the next $15 billion | |
| For Managed Assets over $91 billion(2) | |

(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 Directors/Trustees who are affiliated with the Adviser or to its Officers, all of whom receive remuneration for their services to the Funds from the Adviser or its affiliates. The Board of Directors/Trustees has adopted a deferred compensation plan for independent Directors/Trustees that enables Directors/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.

For the first ten years of Insured Dividend Advantage's (NVG) 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 MARCH 31, | | YEAR ENDING MARCH 31, | |
|---|---|---|---|
| 2002* | .30% | 2008 | .25% |
| 2003 | .30 | 2009 | .20 |
| 2004 | .30 | 2010 | .15 |
| 2005 | .30 | 2011 | .10 |
| 2006 | .30 | 2012 | .05 |
| 2007 | .30 | | |

* From the commencement of operations.

The Adviser has not agreed to reimburse Insured Dividend Advantage (NVG) for any portion of its fees and expenses beyond March 31, 2012.

For the first eight years of Insured Tax-Free Advantage's (NEA) 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, | |
|---|---|---|---|
| 2002* | .32% | 2007 | .32% |
| 2003 | .32 | 2008 | .24 |
| 2004 | .32 | 2009 | .16 |
| 2005 | .32 | 2010 | .08 |
| 2006 | .32 | | |

* From the commencement of operations.

Notes to
FINANCIAL STATEMENTS (continued)

The Adviser has not agreed to reimburse Insured Tax-Free Advantage (NEA) for any portion of its fees and expenses beyond November 30, 2010.

As a result of certain trading errors that occurred during the fiscal year ended October 31, 2006, Insured Quality (NQI) and Insured Opportunity (NIO) were reimbursed $27,762 and $42,338, respectively, by the Adviser to offset losses realized on the disposal of investments in violation of investment guidelines.

6. NEW ACCOUNTING PRONOUNCEMENTS

FINANCIAL ACCOUNTING STANDARDS BOARD INTERPRETATION NO. 48

On July 13, 2006, the Financial Accounting Standards Board (FASB) released FASB Interpretation No. 48 ACCOUNTING FOR UNCERTAINTY IN INCOME TAXES (FIN 48). FIN 48 provides guidance for how uncertain tax positions should be recognized, measured, presented and disclosed in the financial statements. FIN 48 requires the evaluation of tax positions taken or expected to be taken in the course of preparing the Fund's tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Tax positions not deemed to meet the more-likely-than-not threshold would be recorded as a tax benefit or expense in the current year. Adoption of FIN 48 is required for fiscal years beginning after December 15, 2006 and is to be applied to all open tax years as of the effective date. At this time, management is evaluating the implications of FIN 48 and does not expect the adoption of FIN 48 will have a significant impact on the net assets or results of operations of the Funds.

FINANCIAL ACCOUNTING STANDARDS BOARD STATEMENT ON FINANCIAL ACCOUNTING STANDARDS NO. 157

In September 2006, the Financial Accounting Standards Board (FASB) issued Statement on Financial Accounting Standards (SFAS) No. 157, "Fair Value Measurements." This standard establishes a single authoritative definition of fair value, sets out a framework for measuring fair value and requires additional disclosures about fair value measurements. SFAS No. 157 applies to fair value measurements already required or permitted by existing standards. SFAS No. 157 is effective for financial statements issued for fiscal years beginning after November 15, 2007 and interim periods within those fiscal years. The changes to current generally accepted accounting principles from the application of this standard relate to the definition of fair value, the methods used to measure fair value, and the expanded disclosures about fair value measurements. As of October 31, 2006, the Funds do not believe the adoption of SFAS No. 157 will impact the financial statement amounts; however, additional disclosures may be required about the inputs used to develop the measurements and the effect of certain of the measurements included within the Statement of Operations for the period.

7. SUBSEQUENT EVENT

DISTRIBUTIONS TO COMMON SHAREHOLDERS

The Funds declared Common share dividend distributions from their tax-exempt net investment income which were paid on December 1, 2006, to shareholders of record

on November 15, 2006, as follows:

| | INSURED QUALITY (NQI) | INSURED OPPORTUNITY (NIO) | PREMIER INSURED INCOME (NIF) | INSURED PREMIUM INCOME 2 (NPX) |
|---|---|---|---|---|
| Dividend per share | $.0605 | $.0615 | $.0610 | $.0540 |









Selected data for a Common share outstanding throughout each period:

| | | Investment Operations | | | | | |
|---|---|---|---|---|---|---|---|
| | 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+ | Total |
| INSURED QUALITY (NQI) | | | | | | |
| Year Ended 10/31: | | | | | | |
| 2006 | $ 15.31 | $ .99 | $ .24 | $ (.25) | $ (.01) | $ .97 |
| 2005 | 15.85 | 1.03 | (.39) | (.16) | -- | .48 |
| 2004 | 15.72 | 1.08 | .20 | (.08) | -- | 1.20 |
| 2003 | 15.87 | 1.10 | (.05) | (.07) | (.01) | .97 |
| 2002 | 15.78 | 1.12 | .03 | (.11) | (.01) | 1.03 |
| INSURED OPPORTUNITY (NIO) | | | | | | |
| Year Ended 10/31: | | | | | | |
| 2006 | 15.46 | .98 | .34 | (.24) | (.03) | 1.05 |

| | | | | | | |
|---|---|---|---|---|---|---|
| 2005 | 16.06 | 1.01 | (.50) | (.16) | -- | .35 |
| 2004 | 15.89 | 1.05 | .20 | (.08) | -- | 1.17 |
| 2003 | 15.83 | 1.06 | .17 | (.07) | (.01) | 1.15 |
| 2002 | 15.72 | 1.15 | .03 | (.11) | (.01) | 1.06 |
| PREMIER INSURED INCOME (NIF) | | | | | | |
| Year Ended 10/31: | | | | | | |
| 2006 | 15.33 | .98 | .25 | (.25) | (.02) | .96 |
| 2005 | 16.00 | 1.01 | (.49) | (.16) | (.01) | .35 |
| 2004 | 15.69 | 1.03 | .36 | (.08) | -- | 1.31 |
| 2003 | 15.59 | 1.05 | .13 | (.07) | -- | 1.11 |
| 2002 | 15.55 | 1.14 | (.05) | (.11) | -- | .98 |

| | | | | Total Returns | |
|---|---|---|---|---|---|
| | Offering Costs and Preferred Share Underwriting Discounts | Ending Common Share Net Asset Value | Ending Market Value | Based on Market Value* | Based on Common Share Net Asset Value* |
| INSURED QUALITY (NQI) | | | | | |
| Year Ended 10/31: | | | | | |
| 2006 | $ -- | $ 15.40 | $ 14.83 | 2.76% | 6.53%*** |
| 2005 | -- | 15.31 | 15.31 | 2.11 | 3.09 |
| 2004 | -- | 15.85 | 16.00 | 4.37 | 7.90 |
| 2003 | -- | 15.72 | 16.39 | 12.92 | 6.27 |
| 2002 | -- | 15.87 | 15.55 | 10.82 | 6.83 |
| INSURED OPPORTUNITY (NIO) | | | | | |
| Year Ended 10/31: | | | | | |
| 2006 | -- | 15.57 | 14.75 | 8.26 | 7.05*** |
| 2005 | -- | 15.46 | 14.52 | (3.72) | 2.21 |
| 2004 | -- | 16.06 | 16.05 | 9.47 | 7.64 |
| 2003 | -- | 15.89 | 15.64 | 10.22 | 7.51 |
| 2002 | -- | 15.83 | 15.21 | 9.80 | 7.01 |
| PREMIER INSURED INCOME (NIF) | | | | | |
| Year Ended 10/31: | | | | | |
| 2006 | -- | 15.40 | 14.60 | 7.68 | 6.46 |
| 2005 | -- | 15.33 | 14.40 | (1.66) | 2.16 |
| 2004 | -- | 16.00 | 15.64 | 7.55 | 8.62 |
| 2003 | -- | 15.69 | 15.51 | 7.84 | 7.28 |
| 2002 | -- | 15.59 | 15.33 | 6.84 | 6.57 |

| | Ratios/Supplemental Data | |
|---|---|---|
| | Before Credit/Reimbursement | After Credit/Reimbursement** |
| | Ratio of Net | Ratio of Net |

| | Ending Net Assets Applicable to Common Shares (000) | Ratio of Expenses to Average Net Assets Applicable to Common Shares++ | Investment Income to Average Net Assets Applicable to Common Shares++ | Ratio of Expenses to Average Net Assets Applicable to Common Shares++ | Investment Income to Average Net Assets Applicable to Common Shares++ |
|---|---|---|---|---|---|
| INSURED QUALITY (NQI) | | | | | |
| Year Ended 10/31: | | | | | |
| 2006 | $ 589,928 | 1.20% | 6.49% | 1.20% | 6.49% |
| 2005 | 585,777 | 1.19 | 6.58 | 1.19 | 6.58 |
| 2004 | 605,028 | 1.19 | 6.88 | 1.19 | 6.88 |
| 2003 | 598,102 | 1.20 | 6.93 | 1.20 | 6.94 |
| 2002 | 601,495 | 1.23 | 7.22 | 1.21 | 7.24 |
| INSURED OPPORTUNITY (NIO) | | | | | |
| Year Ended 10/31: | | | | | |
| 2006 | 1,263,172 | 1.17 | 6.38 | 1.17 | 6.38 |
| 2005 | 1,254,638 | 1.16 | 6.35 | 1.16 | 6.35 |
| 2004 | 1,302,985 | 1.16 | 6.59 | 1.16 | 6.59 |
| 2003 | 1,288,087 | 1.17 | 6.67 | 1.16 | 6.68 |
| 2002 | 1,283,353 | 1.20 | 7.42 | 1.19 | 7.42 |
| PREMIER INSURED INCOME (NIF) | | | | | |
| Year Ended 10/31: | | | | | |
| 2006 | 299,001 | 1.22 | 6.44 | 1.21 | 6.44 |
| 2005 | 297,624 | 1.20 | 6.39 | 1.20 | 6.40 |
| 2004 | 310,666 | 1.21 | 6.53 | 1.20 | 6.53 |
| 2003 | 303,912 | 1.22 | 6.66 | 1.21 | 6.68 |
| 2002 | 301,121 | 1.25 | 7.40 | 1.23 | 7.42 |

| | Preferred Shares at End of Period | | |
|---|---|---|---|
| | Aggregate Amount Outstanding (000) | Liquidation and Market Value Per Share | Asset Coverage Per Share |
| INSURED QUALITY (NQI) | | | |
| Year Ended 10/31: | | | |
| 2006 | $ 318,000 | $ 25,000 | $ 71,378 |
| 2005 | 318,000 | 25,000 | 71,052 |
| 2004 | 318,000 | 25,000 | 72,565 |
| 2003 | 318,000 | 25,000 | 72,021 |
| 2002 | 318,000 | 25,000 | 72,287 |
| INSURED OPPORTUNITY (NIO) | | | |
| Year Ended 10/31: | | | |

| | | | |
|---|---|---|---|
| 2006 | 680,000 | 25,000 | 71,440 |
| 2005 | 680,000 | 25,000 | 71,126 |
| 2004 | 680,000 | 25,000 | 72,904 |
| 2003 | 680,000 | 25,000 | 72,356 |
| 2002 | 680,000 | 25,000 | 72,182 |

PREMIER INSURED INCOME (NIF)

| | | | |
|---|---|---|---|
| Year Ended 10/31: | | | |
| 2006 | 161,000 | 25,000 | 71,429 |
| 2005 | 161,000 | 25,000 | 71,215 |
| 2004 | 161,000 | 25,000 | 73,240 |
| 2003 | 161,000 | 25,000 | 72,191 |
| 2002 | 161,000 | 25,000 | 71,758 |

* 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.

*** During the fiscal year ended October 31, 2006, Insured Quality (NQI) and Insured Opportunity (NIO) received payments from the Adviser of $27,762 and $42,338, respectively, to offset losses realized on the disposal of investments purchased in violation of each Fund's investment restrictions. This reimbursement did not have an impact on the Funds' Total Return on Common Share Net Asset Value.

\+ 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.

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.

Spread 82-83

## Financial HIGHLIGHTS (continued)

Selected data for a Common share outstanding throughout each period:

| | Investment Operations | | | |
|---|---|---|---|---|
| Beginning | | Distributions from Net Investment | Distributions from Capital |

| | Common Share Net Asset Value | Net Investment Income | Net Realized/ Unrealized Gain (Loss) | Income to Preferred Share-holders+ | Gains to Preferred Share-holders+ | Total |
|---|---|---|---|---|---|---|
| INSURED PREMIUM INCOME 2 (NPX) | | | | | | |
| Year Ended 10/31: | | | | | | |
| 2006 | $ 13.93 | $ .86 | $ .28 | $ (.23) | $ -- | $ .91 |
| 2005 | 14.45 | .89 | (.44) | (.14) | -- | .31 |
| 2004 | 14.24 | .93 | .23 | (.07) | -- | 1.09 |
| 2003 | 14.17 | .96 | .03 | (.06) | -- | .93 |
| 2002 | 13.94 | .99 | .16 | (.10) | -- | 1.05 |
| INSURED DIVIDEND ADVANTAGE (NVG) | | | | | | |
| Year Ended 10/31: | | | | | | |
| 2006 | 15.23 | 1.01 | .33 | (.25) | -- | 1.09 |
| 2005 | 15.78 | 1.00 | (.38) | (.15) | (.01) | .46 |
| 2004 | 15.41 | 1.02 | .42 | (.07) | -- | 1.37 |
| 2003 | 15.35 | 1.03 | .15 | (.07) | (.01) | 1.10 |
| 2002(a) | 14.33 | .55 | 1.10 | (.05) | -- | 1.60 |
| INSURED TAX-FREE ADVANTAGE (NEA) | | | | | | |
| Year Ended 10/31: | | | | | | |
| 2006 | 14.56 | .97 | .38 | (.24) | -- | 1.11 |
| 2005 | 14.75 | .97 | (.19) | (.15) | -- | .63 |
| 2004 | 14.54 | .99 | .21 | (.07) | -- | 1.13 |
| 2003(b) | 14.33 | .82 | .42 | (.05) | -- | 1.19 |

| | | | | Total Returns | |
|---|---|---|---|---|---|
| | Offering Costs and Preferred Share Underwriting Discounts | Ending Common Share Net Asset Value | Ending Market Value | Based on Market Value** | Based on Common Share Net Asset Value** |
| INSURED PREMIUM INCOME 2 (NPX) | | | | | |
| Year Ended 10/31: | | | | | |
| 2006 | $ -- | $ 14.16 | $ 13.03 | 7.11% | 6.75% |
| 2005 | -- | 13.93 | 12.83 | (3.32) | 2.14 |
| 2004 | -- | 14.45 | 14.11 | 6.42 | 7.89 |
| 2003 | -- | 14.24 | 14.12 | 8.84 | 6.70 |
| 2002 | -- | 14.17 | 13.77 | 6.32 | 7.83 |
| INSURED DIVIDEND ADVANTAGE (NVG) | | | | | |
| Year Ended 10/31: | | | | | |
| 2006 | -- | 15.50 | 14.89 | 11.09 | 7.39 |
| 2005 | -- | 15.23 | 14.17 | 2.00 | 2.93 |
| 2004 | -- | 15.78 | 14.89 | 7.61 | 9.19 |
| 2003 | -- | 15.41 | 14.81 | 6.10 | 7.37 |

| | | | | | |
|---|---|---|---|---|---|
| 2002(a) | (.11) | 15.35 | 14.96 | 2.84 | 10.44 |
| INSURED TAX-FREE ADVANTAGE (NEA) | | | | | |
| Year Ended 10/31: | | | | | |
| 2006 | -- | 14.93 | 14.35 | 12.82 | 7.82 |
| 2005 | -- | 14.56 | 13.41 | (4.68) | 4.33 |
| 2004 | .01 | 14.75 | 14.91 | 7.41 | 8.07 |
| 2003(b) | (.20) | 14.54 | 14.79 | 3.87 | 6.98 |

| | 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 Net Investment Income to Average Net Assets Applicable to Common Shares++ |
| INSURED PREMIUM INCOME 2 (NPX) | | | | | |
| Year Ended 10/31: | | | | | |
| 2006 | $ 528,984 | 1.16% | 6.14% | 1.16% | 6.15% |
| 2005 | 520,508 | 1.16 | 6.20 | 1.16 | 6.20 |
| 2004 | 539,697 | 1.16 | 6.52 | 1.16 | 6.53 |
| 2003 | 530,975 | 1.17 | 6.68 | 1.16 | 6.69 |
| 2002 | 527,800 | 1.20 | 7.13 | 1.19 | 7.14 |
| INSURED DIVIDEND ADVANTAGE (NVG) | | | | | |
| Year Ended 10/31: | | | | | |
| 2006 | 462,037 | 1.15 | 6.15 | .70 | 6.60 |
| 2005 | 454,018 | 1.15 | 5.96 | .70 | 6.42 |
| 2004 | 470,389 | 1.15 | 6.09 | .70 | 6.54 |
| 2003 | 459,368 | 1.17 | 6.22 | .72 | 6.67 |
| 2002(a) | 457,432 | 1.10* | 5.71* | .61* | 6.20* |
| INSURED TAX-FREE ADVANTAGE (NEA) | | | | | |
| Year Ended 10/31: | | | | | |
| 2006 | 276,506 | 1.19 | 6.12 | .69 | 6.61 |
| 2005 | 269,614 | 1.19 | 6.06 | .70 | 6.55 |
| 2004 | 273,112 | 1.20 | 6.24 | .71 | 6.73 |
| 2003(b) | 269,112 | 1.12* | 5.52* | .65* | 6.00* |

| | Preferred Shares at End of Period | | |
|---|---|---|---|
| | Aggregate Amount | Liquidation and Market | Asset |

| | Outstanding (000) | Value Per Share | Coverage Per Share |
|---|---|---|---|
| INSURED PREMIUM INCOME 2 (NPX) | | | |
| Year Ended 10/31: | | | |
| 2006 | $ 268,900 | $ 25,000 | $ 74,180 |
| 2005 | 268,900 | 25,000 | 73,392 |
| 2004 | 268,900 | 25,000 | 75,176 |
| 2003 | 268,900 | 25,000 | 74,365 |
| 2002 | 268,900 | 25,000 | 74,070 |
| INSURED DIVIDEND ADVANTAGE (NVG) | | | |
| Year Ended 10/31: | | | |
| 2006 | 233,000 | 25,000 | 74,575 |
| 2005 | 233,000 | 25,000 | 73,714 |
| 2004 | 233,000 | 25,000 | 75,471 |
| 2003 | 233,000 | 25,000 | 74,288 |
| 2002(a) | 233,000 | 25,000 | 74,081 |
| INSURED TAX-FREE ADVANTAGE (NEA) | | | |
| Year Ended 10/31: | | | |
| 2006 | 144,000 | 25,000 | 73,005 |
| 2005 | 144,000 | 25,000 | 71,808 |
| 2004 | 144,000 | 25,000 | 72,415 |
| 2003(b) | 144,000 | 25,000 | 71,721 |

* 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 March 25, 2002 (commencement of operations) through October 31, 2002.

(b) For the period November 21, 2002 (commencement of operations) through October 31, 2003.

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS.

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 DIRECTORSHIP DURING PAST 5 YEARS |
|---|---|---|---|
| BOARD MEMBER WHO IS AN INTERESTED PERSON OF THE FUNDS: | | | |
| Timothy R. Schwertfeger(1)<br>3/28/49<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Chairman of the Board and Board Member | 1994 | Chairman (since 1996) and Di Nuveen Investments, Inc., Nu Investments, LLC, Nuveen Adv Corp. and Nuveen Institution Advisory Corp.(3); formerly, (1996-2006) of Institutional Corporation; Chairman and Di (since 1997) of Nuveen Asset Management; Chairman and Dir Rittenhouse Asset Management (since 1999); Chairman of Nu Investments Advisers Inc. (s 2002). |
| BOARD MEMBERS WHO ARE NOT INTERESTED PERSONS OF THE FUNDS: | | | |
| Robert P. Bremner<br>8/22/40<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Lead Independent Board member | 1997 | Private Investor and Managem Consultant. |
| Lawrence H. Brown<br>7/29/34<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Board member | 1993 | Retired (since 1989) as Seni President of The Northern Tr Company; Director (since 200 Community Advisory Board for Park and Highwood, United Wa North Shore; Director (since the Michael Rolfe Pancreatic Foundation. |
| Jack B. Evans<br>10/22/48<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Board member | 1999 | President, The Hall-Perrine Foundation, a private philan corporation (since 1996); Di Vice Chairman, United Fire G publicly held company; Adjun |

| | | | |
|---|---|---|---|
| | | | Member, University of Iowa; Gazette Companies; Life Trus College and Iowa College Fou formerly, Director, Alliant formerly, Director, Federal Bank of Chicago; formerly, P and Chief Operating Officer, Financial Group, Inc., a reg financial services firm. |
| William C. Hunter<br>3/6/48<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Board member | 2004 | Dean, Tippie College of Busi University of Iowa (since Ju formerly, Dean and Distingui Professor of Finance, School Business at the University o Connecticut (2003-2006); pre Senior Vice President and Di Research at the Federal Rese of Chicago (1995-2003); Dire (since 1997), Credit Researc at Georgetown University; Di (since 2004) of Xerox Corpor Director, SS&C Technologies, 2005 - October 2005). |
| David J. Kundert<br>10/28/42<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Board member | 2005 | Retired (since 2004) as Chai JPMorgan Fleming Asset Manag President and CEO, Banc One Advisors Corporation, and Pr One Group Mutual Funds; prio Executive Vice President, Ba Corporation and Chairman and One Investment Management Gr of Regents, Luther College; the Wisconsin Bar Associatio of Board of Directors, Frien Boerner Botanical Gardens. |



| NAME, BIRTHDATE AND ADDRESS | POSITION(S) HELD WITH THE FUNDS | YEAR FIRST ELECTED OR APPOINTED(2) | PRINCIPAL OCCUPATION(S) INCLUDING OTHER DIRECTORSHIP DURING PAST 5 YEARS |
|---|---|---|---|
| BOARD MEMBERS WHO ARE NOT INTERESTED PERSONS OF THE FUNDS (CONTINUED): | | | |
| William J. Schneider<br>9/24/44<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Board member | 1997 | Chairman of Miller-Valentine Ltd., a real estate investme company; formerly, Senior Pa Chief Operating Officer (ret 2004) of Miller-Valentine Gr formerly, Vice President, |

| | | | |
|---|---|---|---|
| | | | Miller-Valentine Realty; Boa Chair of the Finance Committ member of the Audit Committe Premier Health Partners, the not-for-profit company of Mi Hospital; Vice President, Da Philharmonic Orchestra Assoc Board Member, Regional Leade which promotes cooperation o development issues; Director Development Coalition; forme Member, Community Advisory B National City Bank, Dayton, Business Advisory Council, C Federal Reserve Bank. |
| Judith M. Stockdale<br>12/29/47<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Board member | 1997 | Executive Director, Gaylord Dorothy Donnelley Foundation 1994); prior thereto, Execut Director, Great Lakes Protec (from 1990 to 1994). |
| Eugene S. Sunshine<br>1/22/50<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Board member | 2005 | Senior Vice President for Bu Finance, Northwestern Univer (since 1997); Director (sinc Chicago Board Options Exchan formerly, Director (2003-200 National Mentor Holdings, a privately-held, national pro home and community-based ser Chairman (since 1997), Board Directors, Rubicon, a pure c insurance company owned by Northwestern University; Dir (since 1997), Evanston Chamb Commerce and Evanston Invent business development organiz |

| 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 FUND: | | | |
| Gifford R. Zimmerman<br>9/9/56<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Chief Administrative Officer | 1988 | Managing Director (since 200 Assistant Secretary and Asso General Counsel, formerly, V President and Assistant Gene Counsel, of Nuveen Investmen Managing Director (2002-2004 Counsel (1998-2004) and Assi Secretary, formerly, Vice Pr Nuveen Advisory Corp. and Nu Institutional Advisory Corp. Managing Director (since 200 Assistant Secretary and Asso General Counsel, formerly, V President (since 1997), of N Asset Management; Managing D (since 2004) and Assistant S |

| | | | |
|---|---|---|---|
| | | | (since 1994) of Nuveen Inves Inc.; Assistant Secretary of Investment Management Compan (since 2002); Vice President Assistant Secretary of Nuvee Investments Advisers Inc. (s 2002); Managing Director, As General Counsel and Assistan Secretary of Rittenhouse Ass Management, Inc.; Assistant of Symphony Asset Management (since 2003), Tradewinds NWQ Investors, LLC and Santa Bar Management, LLC; (since 2006 Chartered Financial Analyst. |



Board Members
AND OFFICERS (CONTINUED)

| 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): | | | |
| Julia L. Antonatos<br>9/22/63<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Vice President | 2004 | Managing Director (since 200 formerly Vice President (sin formerly, Assistant Vice Pre (since 2000) of Nuveen Inves LLC; Chartered Financial Ana |
| Michael T. Atkinson<br>2/3/66<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Vice President and Assistant Secretary | 2000 | Vice President (since 2002), Assistant Vice President (si of Nuveen Investments, LLC. |
| Peter H. D'Arrigo<br>11/28/67<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Vice President | 1999 | Vice President and Treasurer Investments, LLC and of Nuve Investments, Inc. (since 199 President and Treasurer of N Asset Management (since 2002 Nuveen Investments Advisers (since 2002); Assistant Trea NWQ Investment Management Co LLC. (since 2002); Vice Pres Treasurer of Nuveen Rittenho Management, Inc. (since 2003 Treasurer of Symphony Asset LLC (since 2003) and Santa B Asset Management, LLC (since Assistant Treasurer, Tradewi |

| | | | |
|---|---|---|---|
| | | | Global Investors, LLC (since formerly, Vice President and (1999-2004) of Nuveen Adviso and Nuveen Institutional Adv Corp.(3); Chartered Financia |
| John N. Desmond<br>8/24/61<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Vice President | 2005 | Vice President, Director of Operations, Nuveen Investmen (since January 2005); former Director, Business Manager, Asset Management (2003-2004) Director, Business Developme Transformation, Deutsche Tru Japan (2002-2003); previousl Vice President, Head of Inve Operations and Systems, Scud Investments Japan, (2000-200 Vice President, Head of Plan Administration and Participa Services, Scudder Investment (1995-2002). |
| Jessica R. Droeger<br>9/24/64<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Vice President and Secretary | 1998 | Vice President (since 2002), Secretary and Assistant Gene Counsel (since 1998) formerl Assistant Vice President (si of Nuveen Investments, LLC; President (2002-2004) and As Secretary (1998-2004) former Assistant Vice President of Advisory Corp. and Nuveen Institutional Advisory Corp. President and Assistant Secr (since 2005) of Nuveen Asset Management. |
| Lorna C. Ferguson<br>10/24/45<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Vice President | 1998 | Managing Director (since 200 formerly, Vice President of Investments, LLC, Managing D (2004) formerly, Vice Presid (1998-2004) of Nuveen Adviso and Nuveen Institutional Adv Corp.(3); Managing Director 2005) of Nuveen Asset Manage |
| William M. Fitzgerald<br>3/2/64<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Vice President | 1995 | Managing Director (since 200 formerly, Vice President of Investments; Managing Direct (1997-2004) of Nuveen Adviso and Nuveen Institutional Adv Corp.(3); Managing Director 2001) of Nuveen Asset Manage President (since 2002) of Nu Investments Advisers Inc.; C Financial Analyst. |

| 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<br>5/31/54<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Vice President and Controller | 1998 | Vice President (since 1993) Controller (since 1998) of N Investments, LLC; formerly, President and Funds Controll (1998-2004) of Nuveen Invest Inc.; Certified Public Accou |
| Walter M. Kelly<br>2/24/70<br>333 West Wacker Drive<br>Chicago, IL 60606 | Chief Officer and Vice President | 2003 | Vice President and Assistant (since 2006) formerly, Assis President and Assistant Gene Counsel (since 2003) of Nuve Investments, LLC; Vice Presi (since 2006) and Assistant S (since 2003) formerly, Assis President of Nuveen Asset Ma previously, Associate (2001- the law firm of Vedder, Pric & Kammholz. |
| David J. Lamb<br>3/22/63<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Vice President | 2000 | Vice President (since 2000) Investments, LLC; Certified Accountant. |
| Tina M. Lazar<br>8/27/61<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Vice President | 2002 | Vice President of Nuveen Inv LLC (since 1999). |
| Larry W. Martin<br>7/27/51<br>333 W. Wacker Drive<br>Chicago, IL 60606 | Vice President and Assistant Secretary | 1988 | Vice President, Assistant Se and Assistant General Counse Nuveen Investments, LLC; for Vice President and Assistant of Nuveen Advisory Corp. and Institutional Advisory Corp. President (since 2005) and A Secretary of Nuveen Investme Vice President (since 2005) Assistant Secretary (since 1 Nuveen Asset Management; Vic President (since 2000), Assi Secretary and Assistant Gene Counsel (since 1998) of Ritt Asset Management, Inc.; Vice and Assistant Secretary of N Investments Advisers Inc. (s 2002); Assistant Secretary o Investment Management Compan (since 2002), Symphony Asset Management LLC (since 2003) Tradewinds NWQ Global Invest |

and Santa Barbara Asset Mana
LLC (since 2006).

(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.



## 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 to the services provided by the Fund Adviser and the performance of each 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:

- the nature, extent and quality of services provided by the Fund Adviser;
- the organization and business operations of the Fund Adviser, including the responsibilities of various departments and key personnel;
- 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;
- the profitability of the Fund Adviser and certain industry profitability analyses for unaffiliated advisers;
- the expenses of the Fund Adviser in providing the various services;
- 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);

- the advisory fees the Fund Adviser assesses to other types of investment products or clients;

- the soft dollar practices of the Fund Adviser, if any; and

- 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 profitability of the Fund Adviser and its affiliates; (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 the 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



personnel 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 ADVISER

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 Nuveen California Select Tax-Free Income Fund, Nuveen California Municipal Value Fund, Nuveen New York Select Tax-Free Income Fund and Nuveen 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





may be the same. Further, the Trustees recognized that in certain cases the closest Peer Universe and/or Peer Group did not adequately reflect a 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 funds as the average account size for separate accounts is notably larger than the retail accounts of 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 ADVISER

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 adviser'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 Fund Adviser's level of profitability was reasonable in light of the services provided.

In evaluating the reasonableness of the compensation, the Trustees also considered any other revenues paid to the 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.



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.

F. APPROVAL

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.



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 CLOSED-END FUNDS
DIVIDEND REINVESTMENT PLAN

Your Nuveen 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.



Automatic Dividend
REINVESTMENT PLAN

NOTICE OF AMENDMENT TO THE TERMS AND CONDITIONS

These Funds are amending the terms and conditions of their Automatic Dividend Reinvestment Plan (the "Plan") as further described below effective with the close of business on February 1st, 2007. THESE CHANGES ARE INTENDED TO ENABLE PLAN PARTICIPANTS UNDER CERTAIN CIRCUMSTANCES TO REINVEST FUND DISTRIBUTIONS AT A LOWER AGGREGATE COST THAN IS POSSIBLE UNDER THE EXISTING PLAN. Shareholders who do not wish to continue as participants under the amended Plan may withdraw from the Plan by notifying the Plan Agent prior to the effective date of the amendments. Participants should refer to their Plan document for notification instructions, or may simply call Nuveen at (800) 257-8787.

Fund shareholders who elect to participate in the Plan are able to have Fund distributions consisting of income dividends, realized capital gains and returns of capital automatically reinvested in additional Fund shares. Under the Plan's existing terms, the Plan Agent purchases Fund shares in the open market if the Fund's shares are trading at a discount to their net asset value on the payable date for the distribution. If the Fund's shares are trading at or above their net asset value on the payable date for the distribution, the Plan Agent purchases newly-issued Fund shares directly from the Fund at a price equal to the greater of the shares' net asset value or 95% of the shares' market value.

Under the Plan's amended terms, if the Plan Agent begins purchasing Fund shares on the open market while shares are trading below net asset value, but the Fund's shares subsequently trade at or above their net asset value before the Plan Agent is able to complete its purchases, the Plan Agent may cease open-market purchases and may invest the uninvested portion of the distribution in newly-issued Fund shares at a price equal to the greater of the shares' net asset value or 95% of the shares' market value. This change will permit Plan participants under these circumstances to reinvest Fund distributions at a lower aggregate cost than is possible under the existing Plan.

Notes

96

Notes

97

Notes

98

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.

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 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.

MODIFIED 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.

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 DIRECTORS/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.



Nuveen Investments:
SERVING Investors
For GENERATIONS

Photo of: 2 women looking at a photo album.

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 $154 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 about Nuveen Funds at www.nuveen.com/cef

- Share prices
- Fund details
- Daily financial news
- Investor education
- Interactive planning tools

[LOGO]
NUVEEN
INVESTMENTS

EAN-D-1006D

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 Insured Tax-Free Advantage Municipal Fund

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 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) | TAX FEES BILLED TO FUND (3) |
|---|---|---|---|
| October 31, 2006 | $ 16,438 | $ 0 | $ 400 |
| Percentage approved pursuant to pre-approval exception | 0% | 0% | 0% |
| October 31, 2005 | $ 15,435 | $ 0 | $ 947 |
| Percentage approved pursuant to pre-approval exception | 0% | 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 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 OTHER FEE BILLED TO ADVIS AND AFFILIATED SERVICE PROVID |
|---|---|---|---|
| October 31, 2006 | $ 0 | $ 2,200 | $ 0 |
| Percentage approved pursuant to pre-approval exception | 0% | 0% | 0% |
| October 31, 2005 | $ 0 | $ 2,200 | $ 0 |
| Percentage approved pursuant to pre-approval exception | 0% | 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 FUND | TOTAL NON-AUDIT FEES BILLED TO ADVISER AND AFFILIATED FUND SERVICE PROVIDERS (ENGAGEMENTS RELATED DIRECTLY TO THE OPERATIONS AND FINANCIAL REPORTING OF THE FUND) | TOTAL NON BILLED TO AFFILIATED PROVIDERS ENGA |
|---|---|---|---|
| October 31, 2006 | $ 3,350 | $ 2,200 | $ 0 |

| | | | |
|---|---|---|---|
| October 31, 2005 | $ 3,697 | $ 2,200 | $ 0 |

"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 |
|---|---|
| Paul Brennan | Nuveen Insured Tax-Free Advantage Municipal Fund |

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 |
|---|---|---|---|
| Paul Brennan | Registered Investment Company | 14 | $12.164 billion |
| | Other Pooled Investment Vehicles | 0 | $0.00 |
| | Other Accounts | 1 | $.6 million |

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

Compensation. Each portfolio manager's 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 October 31, 2006, the S&P/Investortools Municipal Bond index was comprised of 48,513 securities with an aggregate current market value of $ 923,532 billion.

Base salary. Each portfolio manager is paid a base salary that is set at a level 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. Each portfolio manager is 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 serves as portfolio manager relative to any benchmarks established for those accounts, his effectiveness in communicating investment performance to stockholders and their representatives, and his contribution to the NAM's 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. Each portfolio manager is 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. Each 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 October 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.

| NAME OF PORTFOLIO MANAGER | FUND | DOLLA RANGE EQUIT SECUR BENEF OWNED FUND |
|---|---|---|
| Paul Brennan | Nuveen Insured Tax-Free Advantage Municipal Fund | $0 |

PORTFOLIO MANAGER BIO:

Paul Brennan, CFA, CPA, became a portfolio manager of Flagship Financial Inc. in 1994, and subsequently became an Assistant Vice President of NAM upon the acquisition of Flagship Resources Inc. by Nuveen in 1997. He became Vice President of NAM in 2002. He currently manages investments for 15 Nuveen-sponsored investment companies.

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.

There have been no material changes to the procedures by which shareholders may recommend nominees to the registrants Board implemented after the registrant last provided disclosure in response to this item.

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)).

(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 Insured Tax-Free Advantage Municipal Fund

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

Date: January 5, 2007

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

By (Signature and Title)* /s/ Gifford R. Zimmerman
Gifford R. Zimmerman
Chief Administrative Officer
(principal executive officer)

Date: January 5, 2007

By (Signature and Title)* /s/ Stephen D. Foy
Stephen D. Foy
Vice President and Controller
(principal financial officer)

Date: January 5, 2007

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