

NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3  
Form DEF 14A  
June 27, 2007

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

SCHEDULE 14A

Proxy Statement Pursuant to Section 14(a) of the Securities  
Exchange Act of 1934 (Amendment No. )

Filed by the Registrant [X]  
Filed by a Party other than the Registrant [ ]

Check the appropriate box:

- Preliminary Proxy Statement.
- CONFIDENTIAL, FOR USE OF THE COMMISSION ONLY (AS PERMITTED BY RULE 14a-6(e)(2)).
- Definitive Proxy Statement.
- Definitive Additional Materials.
- Soliciting Material Pursuant to Section 240.14A-11(c) or Section 240.14a-12

NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 (NZF)

-----  
(Name of Registrant as Specified In Its Charter)

-----  
(Name of Person(s) Filing Proxy Statement if other than the Registrant)

Payment of Filing Fee (check the appropriate box):

- No fee required.
- Fee computed on table below per Exchange Act Rules 14a-6(i)(4) and 0-11.

1) Title of each class of securities to which transaction applies:

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2) Aggregate number of securities to which transaction applies:

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3) Per unit price or other underlying value of transaction computed pursuant to Exchange Act Rule 0-11 (set forth the amount on which the filing fee is calculated and state how it was determined):

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4) Proposed maximum aggregate value of transaction:

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5) Total fee paid:

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- Fee paid previously with preliminary materials.

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[ ] Check box if any part of the fee is offset as provided by Exchange Act Rule 0-11(a)(2) and identify the filing for which the offsetting fee was paid previously. Identify the previous filing by registration statement number, or the Form or Schedule and the date of its filing.

1) Amount Previously Paid:

2) Form, Schedule or Registration Statement No.:

3) Filing Party:

4) Date Filed:

333 West Wacker Drive  
Chicago, Illinois 60606  
(800) 257-8787

NOTICE OF ANNUAL MEETING

OF SHAREHOLDERS

JULY 31, 2007

JUNE 28, 2007

NUVEEN MUNICIPAL VALUE FUND, INC. (NUV)

NUVEEN MUNICIPAL INCOME FUND, INC. (NMI)

NUVEEN PREMIUM INCOME MUNICIPAL FUND, INC. (NPI)

NUVEEN PERFORMANCE PLUS MUNICIPAL FUND, INC. (NPP)

NUVEEN MUNICIPAL ADVANTAGE FUND, INC. (NMA)

NUVEEN MUNICIPAL MARKET OPPORTUNITY FUND, INC. (NMO)

NUVEEN INVESTMENT QUALITY MUNICIPAL FUND, INC. (NQM)

NUVEEN INSURED QUALITY MUNICIPAL FUND, INC. (NQI)

NUVEEN SELECT QUALITY MUNICIPAL FUND, INC. (NQS)

NUVEEN QUALITY INCOME MUNICIPAL FUND, INC. (NQU)

NUVEEN INSURED MUNICIPAL OPPORTUNITY FUND, INC. (NIO)

NUVEEN PREMIER MUNICIPAL INCOME FUND, INC. (NPF)

NUVEEN PREMIER INSURED MUNICIPAL INCOME FUND, INC. (NIF)

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NUVEEN PREMIUM INCOME MUNICIPAL FUND 2, INC. (NPM)  
NUVEEN PREMIUM INCOME MUNICIPAL FUND 4, INC. (NPT)  
NUVEEN INSURED PREMIUM INCOME MUNICIPAL FUND 2 (NPX)  
NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND (NAD)  
NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 2 (NXZ)  
NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 (NZF)  
NUVEEN INSURED DIVIDEND ADVANTAGE MUNICIPAL FUND (NVG)  
NUVEEN INSURED TAX-FREE ADVANTAGE MUNICIPAL FUND (NEA)  
NUVEEN MUNICIPAL HIGH INCOME OPPORTUNITY FUND (NMZ)  
NUVEEN SELECT MATURITIES MUNICIPAL FUND (NIM)  
NUVEEN SELECT TAX-FREE INCOME PORTFOLIO (NXP)  
NUVEEN SELECT TAX-FREE INCOME PORTFOLIO 2 (NXQ)  
NUVEEN SELECT TAX-FREE INCOME PORTFOLIO 3 (NXR)  
NUVEEN CALIFORNIA SELECT TAX-FREE INCOME PORTFOLIO (NXC)  
NUVEEN NEW YORK SELECT TAX-FREE INCOME PORTFOLIO (NXN)

TO THE SHAREHOLDERS OF THE ABOVE FUNDS:

Notice is hereby given that the Annual Meeting of Shareholders (the "Annual Meeting") of Nuveen Municipal Value Fund, Inc. ("Municipal Value"), Nuveen Municipal Income Fund, Inc. ("Municipal Income"), Nuveen Premium Income Municipal Fund, Inc., Nuveen Performance Plus Municipal Fund, Inc., Nuveen Municipal Advantage Fund, Inc., Nuveen Municipal Market Opportunity Fund, Inc., Nuveen Investment Quality Municipal Fund, Inc., Nuveen Insured Quality Municipal Fund, Inc., Nuveen Select Quality Municipal Fund, Inc., Nuveen Quality Income Municipal Fund, Inc., Nuveen Insured Municipal Opportunity Fund, Inc., Nuveen Premier Municipal Income Fund, Inc., Nuveen Premier Insured Municipal Income Fund, Inc., Nuveen

Premium Income Municipal Fund 2, Inc., Nuveen Premium Income Municipal Fund 4, Inc., EACH A MINNESOTA CORPORATION, and Nuveen Insured Premium Income Municipal Fund 2, Nuveen Dividend Advantage Municipal Fund, Nuveen Dividend Advantage Municipal Fund 2, Nuveen Dividend Advantage Municipal Fund 3, Nuveen Insured Dividend Advantage Municipal Fund, Nuveen Insured Tax-Free Advantage Municipal Fund, Nuveen Municipal High Income Opportunity Fund, Nuveen Select Maturities Municipal Fund ("Select Maturities"), Nuveen Select Tax-Free Income Portfolio ("Select Portfolio"), Nuveen Select Tax-Free Income Portfolio 2 ("Select Portfolio 2"), Nuveen Select Tax-Free Income Portfolio 3 ("Select Portfolio 3"), Nuveen California Select Tax-Free Income Portfolio ("California Portfolio") and Nuveen New York Select Tax-Free Income Portfolio ("New York Portfolio"), EACH A MASSACHUSETTS BUSINESS TRUST, (individually, a "Fund" and collectively, the "Funds") will be held in the Assembly Room of The Northern Trust Company, 50 South LaSalle Street, Chicago, Illinois 60675 on Tuesday, July 31, 2007, at 10:30 A.M., Chicago time, for the following purposes and to transact such other business, if any, as may properly come before the Annual Meeting:

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### MATTERS TO BE VOTED ON BY SHAREHOLDERS:

1. To elect Members to the Board of Directors/Trustees (each a "Board" and each Director or Trustee a "Board Member") of each Fund as outlined below:
  - a. For each Minnesota corporation, except Municipal Value and Municipal Income, to elect nine (9) Board Members:
    - i) seven (7) Board Members to be elected by the holders of Common Shares and Municipal Auction Rate Cumulative Preferred Shares ("Preferred Shares"), voting together as a single class; and
    - ii) two (2) Board Members to be elected by the holders of Preferred Shares only, voting separately as a single class.
  - b. For Municipal Value and Municipal Income, to elect three (3) Board Members.
  - c. For each Massachusetts business trust, except Select Maturities, Select Portfolio, Select Portfolio 2, Select Portfolio 3, California Portfolio and New York Portfolio, to elect four (4) Board Members:
    - i) two (2) Board Members to be elected by the holders of Common Shares and Preferred Shares, voting together as a single class; and
    - ii) two (2) Board Members to be elected by the holders of Preferred Shares only, voting separately as a single class.
  - d. For Select Maturities, Select Portfolio, Select Portfolio 2, Select Portfolio 3, California Portfolio and New York Portfolio, to elect three (3) Board Members.
2. To transact such other business as may properly come before the Annual Meeting.

Shareholders of record at the close of business on June 4, 2007 are entitled to notice of and to vote at the Annual Meeting.

ALL SHAREHOLDERS ARE CORDIALLY INVITED TO ATTEND THE ANNUAL MEETING. IN ORDER TO AVOID DELAY AND ADDITIONAL EXPENSE AND TO ASSURE THAT YOUR SHARES ARE REPRESENTED, PLEASE VOTE AS PROMPTLY AS POSSIBLE, REGARDLESS OF WHETHER OR NOT YOU PLAN TO ATTEND THE ANNUAL MEETING. YOU MAY VOTE BY MAIL, TELEPHONE OR OVER THE INTERNET. TO VOTE BY MAIL, PLEASE MARK, SIGN, DATE AND MAIL THE ENCLOSED PROXY CARD. NO POSTAGE IS REQUIRED IF

MAILED IN THE UNITED STATES. TO VOTE BY TELEPHONE, PLEASE CALL THE TOLL-FREE NUMBER LOCATED ON YOUR PROXY CARD AND FOLLOW THE RECORDED INSTRUCTIONS, USING YOUR PROXY CARD AS A GUIDE. TO VOTE OVER THE INTERNET, GO TO THE INTERNET ADDRESS PROVIDED ON YOUR PROXY CARD AND FOLLOW THE INSTRUCTIONS, USING YOUR PROXY CARD AS A GUIDE.

Kevin J. McCarthy  
Vice President and Secretary

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JOINT PROXY STATEMENT

333 West Wacker Drive  
Chicago, Illinois 60606  
(800) 257-8787

JUNE 28, 2007

NUVEEN MUNICIPAL VALUE FUND, INC. (NUV)  
NUVEEN MUNICIPAL INCOME FUND, INC. (NMI)  
NUVEEN PREMIUM INCOME MUNICIPAL FUND, INC. (NPI)  
NUVEEN PERFORMANCE PLUS MUNICIPAL FUND, INC. (NPP)  
NUVEEN MUNICIPAL ADVANTAGE FUND, INC. (NMA)  
NUVEEN MUNICIPAL MARKET OPPORTUNITY FUND, INC. (NMO)  
NUVEEN INVESTMENT QUALITY MUNICIPAL FUND, INC. (NQM)  
NUVEEN INSURED QUALITY MUNICIPAL FUND, INC. (NQI)  
NUVEEN SELECT QUALITY MUNICIPAL FUND, INC. (NQS)  
NUVEEN QUALITY INCOME MUNICIPAL FUND, INC. (NQU)  
NUVEEN INSURED MUNICIPAL OPPORTUNITY FUND, INC. (NIO)  
NUVEEN PREMIER MUNICIPAL INCOME FUND, INC. (NPF)  
NUVEEN PREMIER INSURED MUNICIPAL INCOME FUND, INC. (NIF)  
NUVEEN PREMIUM INCOME MUNICIPAL FUND 2, INC. (NPM)  
NUVEEN PREMIUM INCOME MUNICIPAL FUND 4, INC. (NPT)  
NUVEEN INSURED PREMIUM INCOME MUNICIPAL FUND 2 (NPX)  
NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND (NAD)  
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NUVEEN DIVIDEND ADVANTAGE MUNICIPAL FUND 3 (NZF)  
NUVEEN INSURED DIVIDEND ADVANTAGE MUNICIPAL FUND (NVG)  
NUVEEN INSURED TAX-FREE ADVANTAGE MUNICIPAL FUND (NEA)  
NUVEEN MUNICIPAL HIGH INCOME OPPORTUNITY FUND (NMZ)  
NUVEEN SELECT MATURITIES MUNICIPAL FUND (NIM)  
NUVEEN SELECT TAX-FREE INCOME PORTFOLIO (NXP)  
NUVEEN SELECT TAX-FREE INCOME PORTFOLIO 2 (NXQ)  
NUVEEN SELECT TAX-FREE INCOME PORTFOLIO 3 (NXR)  
NUVEEN CALIFORNIA SELECT TAX-FREE INCOME PORTFOLIO (NXC)  
NUVEEN NEW YORK SELECT TAX-FREE INCOME PORTFOLIO (NXN)

GENERAL INFORMATION

This Joint Proxy Statement is furnished in connection with the solicitation by the Board of Directors or Trustees (each a "Board" and collectively, the "Boards," and each Director or Trustee, a "Board Member" and collectively, the "Board Members") of Nuveen Municipal Value

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Fund, Inc. ("Municipal Value"), Nuveen Municipal Income Fund, Inc. ("Municipal Income"), Nuveen Premium Income Municipal Fund, Inc. ("Premium Income"), Nuveen Performance Plus Municipal Fund, Inc. ("Performance Plus"), Nuveen Municipal Advantage Fund, Inc. ("Municipal Advantage"), Nuveen Municipal Market Opportunity Fund, Inc. ("Municipal Market Opportunity"), Nuveen Investment Quality Municipal Fund, Inc. ("Investment Quality"), Nuveen Insured Quality Municipal Fund, Inc. ("Insured Quality"), Nuveen Select Quality Municipal Fund, Inc. ("Select Quality"), Nuveen Quality Income Municipal Fund, Inc. ("Quality Income"), Nuveen Insured Municipal Opportunity Fund, Inc. ("Insured Municipal Opportunity"), Nuveen Premier Municipal Income Fund, Inc. ("Premier Municipal"), Nuveen Premier Insured Municipal Income Fund, Inc. ("Premier Insured"), Nuveen Premium Income Municipal Fund 2, Inc. ("Premium Income 2") Nuveen Premium Income Municipal Fund 4, Inc. ("Premium Income 4"), EACH A MINNESOTA CORPORATION

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(COLLECTIVELY, THE "MINNESOTA CORPORATIONS"), and Nuveen Insured Premium Income Municipal Fund 2 ("Insured Premium Income 2"), Nuveen Dividend Advantage Municipal Fund ("Dividend Advantage"), Nuveen Dividend Advantage Municipal Fund 2 ("Dividend Advantage 2"), Nuveen Dividend Advantage Municipal Fund 3 ("Dividend Advantage 3"), Nuveen Insured Dividend Advantage Municipal Fund ("Insured Dividend Advantage"), Nuveen Insured Tax-Free Advantage Municipal Fund ("Insured Tax-Free Advantage"), Nuveen Municipal High Income Opportunity Fund ("Municipal High Income"), Nuveen Select Maturities Municipal Fund ("Select Maturities"), Nuveen Select Tax-Free Income Portfolio ("Select Portfolio"), Nuveen Select Tax-Free Income Portfolio 2 ("Select Portfolio 2"), Nuveen Select Tax-Free Income Portfolio 3 ("Select Portfolio 3"), Nuveen California Select Tax-Free Income Portfolio ("California Portfolio") and Nuveen New York Select Tax-Free Income Portfolio ("New York Portfolio"), EACH A MASSACHUSETTS BUSINESS TRUST (COLLECTIVELY, THE "MASSACHUSETTS BUSINESS TRUSTS") (the Massachusetts Business Trusts and Minnesota Corporations are each, a "Fund" and collectively, the "Funds"), of proxies to be voted at the Annual Meeting of Shareholders to be held in the Assembly Room of The Northern Trust Company, 50 South LaSalle Street, Chicago, Illinois 60675, on Tuesday, July 31, 2007, at 10:30 A.M., Chicago time, (for each Fund, an "Annual Meeting" and collectively, the "Annual Meetings"), and at any and all adjournments thereof.

On the matters coming before each Annual Meeting as to which a choice has been specified by shareholders on the proxy, the shares will be voted accordingly. If a proxy is returned and no choice is specified, the shares will be voted FOR the election of the nominees as listed in this Joint Proxy Statement. Shareholders who execute proxies may revoke them at any time before they are voted by filing with that Fund a written notice of revocation, by delivering a duly executed proxy bearing a later date, or by attending the Annual Meeting and voting in person.

This Joint Proxy Statement is first being mailed to shareholders on or about June 28, 2007.

The Board of each Fund has determined that the use of this Joint Proxy Statement for each Annual Meeting is in the best interest of each Fund and its shareholders in light of the similar matters being considered and voted on by the shareholders.

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The following table indicates which shareholders are solicited with respect to each matter:

| MATTER  | COMMON SHARES | PREFERRED SHARES (1) |
|---|---------------|----------------------|
| 1a(i). For each Minnesota Corporation (except Municipal Value and Municipal Income), election of seven (7) Board Members by all shareholders. | X             | X                    |
| a(ii). For each Minnesota Corporation (except Municipal Value and Municipal   |               | X                    |

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Income), election of two (2) Board Members by Preferred Shares only.

|        |  |   |     |
|--------|--|---|-----|
| b.     | Election of three (3) Board Members for Municipal Value and Municipal Income by all shareholders.  | X | N/A |
| c(i).  | For each Massachusetts Business Trust (except Select Maturities, Select Portfolio, Select Portfolio 2, Select Portfolio 3, California Portfolio and New York Portfolio), election of two (2) Board Members by all shareholders.      | X | X   |
| c(ii). | For each Massachusetts Business Trust (except Select Maturities, Select Portfolio, Select Portfolio 2, Select Portfolio 3, California Portfolio and New York Portfolio), election of two (2) Board Members by Preferred Shares only. |   | X   |
| d.     | Election of three (3) Board Members for Select Maturities, Select Portfolio, Select Portfolio 2, Select Portfolio 3, California Portfolio and New York Portfolio by all shareholders.  | X | N/A |

(1) Municipal Auction Rate Cumulative Preferred Shares ("MuniPreferred") are referred to as "Preferred Shares."

A quorum of shareholders is required to take action at each Annual Meeting. A majority of the shares entitled to vote at each Annual Meeting, represented in person or by proxy, will constitute a quorum of shareholders at that Annual Meeting, except that for the election of the two Board Member nominees to be elected by holders of Preferred Shares of each Fund (which is not applicable to Municipal Value, Municipal Income, Select Maturities, Select Portfolio, Select Portfolio 2, Select Portfolio 3, California Portfolio and New York Portfolio), 33 1/3% of the Preferred Shares entitled to vote and represented in person or by proxy will constitute a quorum. Votes cast by proxy or in person at each Annual Meeting will be tabulated by the inspectors of election appointed for that Annual Meeting. The inspectors of election will determine whether or not a quorum is present at the Annual Meeting. The inspectors of election will treat abstentions and "broker non-votes" (i.e., shares held by brokers or nominees, typically in "street name," as to which (i) instructions have not been received from the beneficial owners or persons entitled to vote and (ii) the broker or nominee does not have discretionary voting power on a particular matter) as present for purposes of determining a quorum.

For each Fund, the affirmative vote of a plurality of the shares present and entitled to vote at the Annual Meeting will be required to elect the Board Members of that Fund. For purposes of determining the approval of the proposal to elect nominees for each Fund, abstentions and broker non-votes will have no effect on the election of Board Members.

Preferred Shares held in "street name" as to which voting instructions have not been received from the beneficial owners or persons entitled to vote as of one business day before the Annual Meeting, or, if adjourned, one business day before the day to which the Annual Meeting is adjourned, and that would otherwise be treated as "broker non-votes" may, pursuant to Rule 452 of the New York Stock Exchange, be voted by the broker on the proposal in the same proportion as the votes cast by all Preferred shareholders as a class who have voted on the proposal or in the same proportion as the votes cast by all Preferred shareholders of the Fund who have voted on that item. Rule 452 permits proportionate voting of Preferred Shares with respect to a particular item if, among other things, (i) a minimum of 30% of the Preferred Shares or shares of a series of Preferred Shares outstanding has been voted by the holders of such shares with respect to such item and (ii) less than 10% of the Preferred Shares or shares of a series of Preferred Shares outstanding has been voted by the holders of such shares against such item. For the purpose of meeting the 30% test, abstentions will be treated as shares "voted" and, for the purpose of meeting the 10% test, abstentions will not be treated as shares "voted" against the item.

Those persons who were shareholders of record at the close of business on June 4, 2007 will be entitled to one vote for each share held or, in the case of a Massachusetts Business Trust, a proportionate fractional vote for each fractional share held. As of June 4, 2007, the shares of the Funds were issued and outstanding as follows:

| FUND                | TICKER SYMBOL* | COMMON SHARES | PREFERRED SHARES |       |
|---------------------|----------------|---------------|------------------|-------|
| Municipal Value     | NUV            | 195,047,442   | N/A              |       |
| Municipal Income    | NMI            | 8,116,665     | N/A              |       |
| Premium Income      | NPI            | 63,785,430    | Series M         | 3,800 |
|                     |                |               | Series M2        | 2,000 |
|                     |                |               | Series T         | 3,800 |
|                     |                |               | Series W         | 3,800 |
|                     |                |               | Series TH        | 3,800 |
|                     |                |               | Series F         | 3,800 |
| Performance Plus    | NPP            | 59,914,073    | Series M         | 4,000 |
|                     |                |               | Series T         | 4,000 |
|                     |                |               | Series W         | 4,000 |
|                     |                |               | Series TH        | 3,160 |
|                     |                |               | Series F         | 4,000 |
| Municipal Advantage | NMA            | 43,195,464    | Series M         | 3,000 |
|                     |                |               | Series T         | 3,000 |
|                     |                |               | Series W         | 3,000 |
|                     |                |               | Series TH        | 2,320 |
|                     |                |               | Series F         | 3,000 |



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|                              |     |            |           |       |
|------------------------------|-----|------------|-----------|-------|
| Municipal Market Opportunity | NMO | 45,557,788 | Series M  | 4,000 |
|                              |     |            | Series T  | 4,000 |
|                              |     |            | Series W  | 3,200 |
|                              |     |            | Series F  | 4,000 |
| Investment Quality           | NQM | 35,796,372 | Series M  | 2,500 |
|                              |     |            | Series T  | 2,500 |
|                              |     |            | Series W  | 2,500 |
|                              |     |            | Series TH | 2,040 |
|                              |     |            | Series F  | 2,500 |

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| FUND                          | TICKER SYMBOL* | COMMON SHARES | PREFERRED SHARES |       |
|-------------------------------|----------------|---------------|------------------|-------|
| Insured Quality               | NQI            | 38,295,278    | Series M         | 2,600 |
|                               |                |               | Series T         | 2,600 |
|                               |                |               | Series W         | 2,600 |
|                               |                |               | Series TH        | 2,320 |
|                               |                |               | Series F         | 2,600 |
| Select Quality                | NQS            | 33,993,192    | Series M         | 2,000 |
|                               |                |               | Series T         | 2,000 |
|                               |                |               | Series W         | 2,800 |
|                               |                |               | Series TH        | 1,560 |
|                               |                |               | Series F         | 2,800 |
| Quality Income                | NQU            | 54,219,374    | Series M         | 3,000 |
|                               |                |               | Series T         | 3,000 |
|                               |                |               | Series W         | 3,000 |
|                               |                |               | Series W2        | 2,080 |
|                               |                |               | Series TH        | 4,000 |
|                               |                |               | Series F         | 3,000 |
| Insured Municipal Opportunity | NIO            | 81,138,036    | Series M         | 4,000 |
|                               |                |               | Series T         | 4,000 |
|                               |                |               | Series W         | 4,000 |
|                               |                |               | Series W2        | 3,200 |
|                               |                |               | Series TH1       | 4,000 |
|                               |                |               | Series TH2       | 4,000 |
|                               |                |               | Series F         | 4,000 |
| Premier Municipal             | NPF            | 20,091,018    | Series M         | 1,000 |
|                               |                |               | Series T         | 2,800 |
|                               |                |               | Series TH        | 2,800 |
| Premier Insured               | NIF            | 19,419,608    | Series W         | 840   |
|                               |                |               | Series TH        | 2,800 |
|                               |                |               | Series F         | 2,800 |
| Premium Income 2              | NPM            | 41,093,661    | Series M         | 2,000 |

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|                          |     |            |           |       |
|--------------------------|-----|------------|-----------|-------|
|                          |     |            | Series T  | 3,000 |
|                          |     |            | Series W  | 2,000 |
|                          |     |            | Series TH | 3,000 |
|                          |     |            | Series F  | 2,000 |
|                          |     |            | Series F2 | 1,880 |
| -----                    |     |            |           |       |
| Premium Income 4         | NPT | 43,236,703 | Series M  | 2,200 |
|                          |     |            | Series T  | 2,000 |
|                          |     |            | Series T2 | 1,328 |
|                          |     |            | Series W  | 1,680 |
|                          |     |            | Series W2 | 520   |
|                          |     |            | Series TH | 2,680 |
|                          |     |            | Series F  | 1,800 |
|                          |     |            | Series F2 | 1,328 |
| -----                    |     |            |           |       |
| Insured Premium Income 2 | NPX | 37,353,512 | Series M  | 2,080 |
|                          |     |            | Series T  | 2,200 |
|                          |     |            | Series W  | 2,080 |
|                          |     |            | Series TH | 2,200 |
|                          |     |            | Series F  | 2,196 |

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| FUND                       | TICKER SYMBOL* | COMMON SHARES | PREFERRED SHARES |       |
|----------------------------|----------------|---------------|------------------|-------|
| Dividend Advantage         | NAD            | 39,287,298    | Series M         | 4,000 |
|                            |                |               | Series T         | 4,000 |
|                            |                |               | Series TH        | 3,800 |
| Dividend Advantage 2       | NXZ            | 29,382,272    | Series M         | 3,000 |
|                            |                |               | Series T         | 3,000 |
|                            |                |               | Series F         | 2,880 |
| Dividend Advantage 3       | NZF            | 40,368,398    | Series W         | 4,160 |
|                            |                |               | Series TH        | 4,160 |
|                            |                |               | Series F         | 4,160 |
| Insured Dividend Advantage | NVG            | 29,813,300    | Series M         | 3,160 |
|                            |                |               | Series T         | 3,080 |
|                            |                |               | Series TH        | 3,080 |
| Insured Tax-Free Advantage | NEA            | 18,517,377    | Series T         | 2,880 |
|                            |                |               | Series W         | 2,880 |
| Municipal High Income      | NMZ            | 23,324,504    | Series M         | 3,000 |
|                            |                |               | Series T         | 1,600 |
|                            |                |               | Series W         | 1,600 |
| Select Maturities          | NIM            | 12,396,406    | N/A              |       |
| Select Portfolio           | NXP            | 16,390,502    | N/A              |       |
| Select Portfolio 2         | NXQ            | 17,607,068    | N/A              |       |

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|                      |     |            |     |
|----------------------|-----|------------|-----|
| Select Portfolio 3   | NXR | 12,964,124 | N/A |
| California Portfolio | NXC | 6,257,070  | N/A |
| New York Portfolio   | NXN | 3,908,223  | N/A |

\* The Common Shares of all of the Funds are listed on the New York Stock Exchange, except NXZ, NZF, NVG, NEA and NMZ, which are listed on the American Stock Exchange.

ELECTION OF BOARD MEMBERS

MINNESOTA CORPORATIONS

At the Annual Meeting of each Minnesota Corporation, Board Members are to be elected to serve until the next annual meeting or until their successors shall have been duly elected and qualified. Under the terms of each Minnesota Corporation's organizational documents (except Municipal Value and Municipal Income), under normal circumstances, holders of Preferred Shares are entitled to elect two (2) Board Members, and the remaining Board Members are to be elected by holders of Common Shares and Preferred Shares, voting together as a single class. Pursuant to the organizational documents of Municipal Value and Municipal Income, each Board is divided into three classes, with each class being elected to serve until the third succeeding annual meeting subsequent to their election or thereafter in each case when their respective successors are duly elected and qualified. For Municipal Income and Municipal Value, three (3) Board Members are nominated to be elected at this meeting.

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a. FOR EACH MINNESOTA CORPORATION, EXCEPT MUNICIPAL VALUE AND MUNICIPAL INCOME:

- (i) seven (7) Board Members are to be elected by holders of Common Shares and Preferred Shares, voting together as a single class. Board Members Bremner, Evans, Hunter, Kundert, Stockdale, Stone and Sunshine are nominees for election by all shareholders.
- (ii) two (2) Board Members are to be elected by holders of Preferred Shares, each series voting together as a single class. Board Members Schneider and Schwertfeger are nominees for election by holders of Preferred Shares.

b. FOR MUNICIPAL VALUE AND MUNICIPAL INCOME: The Board of Municipal Value has designated Board Members Stockdale, Schwertfeger and Stone as Class I Board Members, and as nominees for Board Members for a term expiring at the annual meeting of shareholders in 2010 or until their successors have been duly elected and qualified. The remaining Board Members Bremner, Evans, Hunter, Kundert, Schneider and Sunshine are current and continuing Board Members. The Board of Municipal Value has designated Board Members Hunter, Kundert and Sunshine as continuing Class II Board Members for a term expiring at the annual meeting of shareholders in 2008 and has designated Board Members Bremner, Evans and Schneider as

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Class III Board Members for a term expiring at the annual meeting of shareholders in 2009.

The Board of Municipal Income has designated Board Members Stockdale, Schwertfeger and Stone as Class III Board Members, and as nominees for Board Members for a term expiring in 2010 or until their successors have been duly elected and qualified. The remaining Board Members Bremner, Evans, Hunter, Kundert, Schneider and Sunshine are current and continuing Board Members. The Board of Municipal Income has designated Board Members Hunter, Kundert and Sunshine as continuing Class I Board Members for a term expiring at the annual meeting of shareholders in 2008 and has designated Board Members Bremner, Evans and Schneider as Class II Board Members for a term expiring at the annual meeting of shareholders in 2009.

### MASSACHUSETTS BUSINESS TRUSTS

Pursuant to the organizational documents of each Massachusetts Business Trust, each Board is divided into three classes, Class I, Class II and Class III, to be elected by the holders of the outstanding Common Shares and any outstanding Preferred Shares, voting together as a single class to serve until the third succeeding annual meeting subsequent to their election or thereafter, in each case until their successors have been duly elected and qualified. For each Massachusetts Business Trust with outstanding Preferred Shares, under normal circumstances, holders of Preferred Shares are entitled to elect two (2) Board Members. The Board Members elected by holders of Preferred Shares will be elected to serve until the next annual meeting or until their successors shall have been duly elected and qualified.

c. FOR EACH MASSACHUSETTS BUSINESS TRUST, EXCEPT SELECT MATURITIES, SELECT PORTFOLIO, SELECT PORTFOLIO 2, SELECT PORTFOLIO 3, CALIFORNIA PORTFOLIO AND NEW YORK PORTFOLIO:

(i) two (2) Board Members are to be elected by holders of Common Shares and Preferred Shares, voting together as a single class. Board Members Stockdale and Stone

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have been designated as Class I Board Members and as nominees for Board Members for a term expiring at the annual meeting of shareholders in 2010 or until their successors have been duly elected and qualified. Board Members Bremner, Evans, Hunter, Kundert and Sunshine are current and continuing Board Members. Board Members Hunter, Kundert and Sunshine have been designated as Class II Board Members for a term expiring at the annual meeting of shareholders in 2008 or until their successors have been duly elected and qualified. Board Members Bremner and Evans have been designated as Class III Board Members for a term expiring at the annual meeting of shareholders in 2009 or until their successors have been duly elected and qualified.

(ii) two (2) Board Members are to be elected by holders of Preferred Shares, each series voting together as a single class. Board Members Schneider and Schwertfeger are nominees for election by holders of Preferred Shares for a term expiring at the next annual meeting or until their successors have been duly elected and qualified.

d. FOR SELECT MATURITIES, SELECT PORTFOLIO, SELECT PORTFOLIO 2, SELECT PORTFOLIO 3, CALIFORNIA PORTFOLIO AND NEW YORK PORTFOLIO: The Boards of

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Select Maturities, Select Portfolio, Select Portfolio 2, Select Portfolio 3, California Portfolio and New York Portfolio have designated Board Members Schwertfeger, Stockdale and Stone as Class I Board Members, and as nominees for Board Members for a term expiring at the annual meeting of shareholders in 2010 or until their successors have been duly elected and qualified. Board Members Bremner, Evans, Hunter, Kundert and Sunshine are current and continuing Board Members. Board Members Hunter, Kundert and Sunshine have been designated as Class II Board Members for a term expiring at the annual meeting of shareholders in 2008 or until their successors have been duly elected and qualified. Board Members Bremner, Evans and Schneider have been designated as Class III Board Members for a term expiring at the annual meeting of shareholders in 2009 or until their successors have been duly elected and qualified.

It is the intention of the persons named in the enclosed proxy to vote the shares represented thereby for the election of the nominees listed in the table below unless the proxy is marked otherwise. Each of the nominees has agreed to serve as a Board Member of each Fund if elected. However, should any nominee become unable or unwilling to accept nomination for election, the proxies will be voted for substitute nominees, if any, designated by that Fund's present Board.

For each Fund, except Municipal Value and Municipal Income, all Board Members were last elected to each Fund's Board at the annual meeting of shareholders held on August 1, 2006, with the exception of Ms. Stone. In December 2006, Ms. Stone was appointed to each Fund's Board effective January 1, 2007. Ms. Stone is presented in this Joint Proxy Statement as a nominee for election by shareholders and was recommended to the nominating and governance committee of each Fund's Board by a third party search firm who received Ms. Stone's name from an Independent Board Member (as defined below).

For Municipal Value, Board Members Stockdale and Schwertfeger were last elected as Class I Board members at the annual meeting of shareholders held on August 1, 2006 and August 3, 2004, respectively. Board Members Hunter, Kundert and Sunshine were last elected as Class II Board Members at the annual meeting of shareholders held on July 26, 2005. Board Members

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Bremner, Evans and Schneider were last elected as Class III Board Members at the annual meeting of shareholders held on August 1, 2006.

For Municipal Income, Board Members Stockdale and Schwertfeger were last elected as Class III Board members at the annual meeting of shareholders held on August 1, 2006 and August 3, 2004, respectively. Board Members Bremner, Evans and Schneider were last elected as Class II Board Members at the annual meeting of shareholders held on August 1, 2006. Board Members Hunter, Kundert and Sunshine were last elected as Class I Board Members at the annual meeting of shareholders held on July 26, 2005.

Other than Mr. Schwertfeger, all Board Member nominees are not "interested persons," as defined in the Investment Company Act of 1940, as amended (the "1940 Act"), of the Funds or Nuveen Asset Management (the "Adviser") and have never been an employee or director of Nuveen Investments, Inc. ("Nuveen"), the Adviser's parent company, or any affiliate. Accordingly, such Board Members are deemed "Independent Board Members."

THE BOARD UNANIMOUSLY RECOMMENDS THAT SHAREHOLDERS VOTE FOR THE ELECTION OF THE NOMINEES NAMED BELOW.

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BOARD NOMINEES/BOARD MEMBERS

| NAME, ADDRESS<br>AND BIRTH DATE   | POSITION(S)<br>HELD WITH<br>FUND                    | TERM OF OFFICE<br>AND LENGTH<br>OF TIME SERVED(1)   | PRINCIPAL<br>OCCUPATION(S)<br>DURING PAST 5 YEARS   | NUMBER OF<br>PORTFOLIOS<br>IN FUND<br>COMPLEX<br>OVERSEEN<br>BY BOARD<br>MEMBER |
|---|---|---|---|---|
| NOMINEES WHO ARE NOT INTERESTED PERSONS OF THE FUND   |   |   |   |   |
| Robert P. Bremner<br>c/o Nuveen<br>Investments, Inc.<br>333 West Wacker Drive<br>Chicago, IL 60606<br>(8/22/40) | Board<br>Member;<br>Lead<br>Independent<br>Director | Term: Annual or<br>Class III Board<br>Member until<br>2009(2)<br><br>Length of Service:<br>Since 1996; Lead<br>Independent<br>Director Since 2005 | Private Investor and<br>Management Consultant.  | 175   |
| Jack B. Evans<br>c/o Nuveen<br>Investments, Inc.<br>333 West Wacker Drive<br>Chicago, IL 60606<br>(10/22/48)    | Board<br>Member                                     | Term: Annual or<br>Class III Board<br>Member until<br>2009(2)<br><br>Length of Service:<br>Since 1999   | President, The Hall-<br>Perrine Foundation, a<br>private philanthropic<br>corporation (since<br>1996); Director and<br>Vice Chairman, United<br>Fire Group, a publicly<br>held company; Member<br>of the Board of<br>Regents for the State<br>of Iowa University<br>System; Director,<br>Gazette Companies;<br>Life Trustee of Coe<br>College and Iowa<br>College Foundation;<br>Member of the Advisory<br>Council of the<br>Department of Finance<br>in the Tippie College<br>of Business,<br>University of Iowa;<br>formerly, Director,<br>Alliant Energy;<br>formerly, Director,<br>Federal Reserve Bank<br>of Chicago; formerly,<br>President and Chief<br>Operating Officer, SCI<br>Financial Group, Inc.,<br>a regional financial<br>services firm. | 175   |

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| NAME, ADDRESS<br>AND BIRTH DATE   | POSITION(S)<br>HELD WITH<br>FUND | TERM OF OFFICE<br>AND LENGTH<br>OF TIME SERVED(1)  | PRINCIPAL<br>OCCUPATION(S)<br>DURING PAST 5 YEARS   | NUMBER OF<br>PORTFOLIOS<br>IN FUND<br>COMPLEX<br>OVERSEEN<br>BY BOARD<br>MEMBER |
|---|----------------------------------|--|---|---|
| William C. Hunter<br>c/o Nuveen<br>Investments, Inc.<br>333 West Wacker Drive<br>Chicago, IL 60606<br>(3/6/48)  | Board<br>Member                  | Term: Annual or<br>Class II Board<br>Member until<br>2008(2)<br><br>Length of Service:<br>Since 2004 | Dean, Tippie College<br>of Business,<br>University of Iowa<br>(since July 2006);<br>Director, Credit<br>Research Center at<br>Georgetown University;<br>Director (since 2004)<br>of Xerox Corporation,<br>a publicly held<br>company; formerly,<br>(2003-2006), Dean and<br>Distinguished<br>Professor of Finance,<br>School of Business at<br>the University of<br>Connecticut; formerly,<br>Senior Vice President<br>and Director of<br>Research at the<br>Federal Reserve Bank<br>of Chicago (1995-<br>2003); formerly,<br>Director, SS&C<br>Technologies, Inc.<br>(May 2005-October<br>2005). | 175   |
| David J. Kundert<br>c/o Nuveen<br>Investments, Inc.<br>333 West Wacker Drive<br>Chicago, IL 60606<br>(10/28/42) | Board<br>Member                  | Term: Annual or<br>Class II Board<br>Member until<br>2008(2)<br><br>Length of Service:<br>Since 2005 | Director, Northwestern<br>Mutual Wealth<br>Management Company;<br>retired (2004) as<br>Chairman, JPMorgan<br>Fleming Asset<br>Management, President<br>and CEO, Banc One<br>Investment Advisors<br>Corporation, and<br>President, One Group<br>Mutual Funds; prior<br>thereto, Executive<br>Vice President, Bank<br>One Corporation and<br>Chairman and CEO, Banc<br>One Investment<br>Management Group;  | 173   |

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|  |                         |  |   |            |
|--|-------------------------|--|---|------------|
| <p>William J. Schneider<br/>c/o Nuveen<br/>Investments, Inc.<br/>333 West Wacker Drive<br/>Chicago, IL 60606<br/>(9/24/44)</p> | <p>Board<br/>Member</p> | <p>Term: Annual or<br/>Class III Board<br/>Member until<br/>2009(2)<br/><br/>Length of Service:<br/>Since 1996</p> | <p>Board of Regents,<br/>Luther College; member<br/>of the Wisconsin Bar<br/>Association; member of<br/>Board of Directors,<br/>Friends of Boerner<br/>Botanical Gardens;<br/>member of Board of<br/>Directors, Milwaukee<br/>Repertory Theater.<br/>Chairman, Miller-<br/>Valentine Partners<br/>Ltd., a real estate<br/>investment company;<br/>formerly, Senior<br/>Partner and Chief<br/>Operating Officer<br/>(retired 2004) of<br/>Miller-Valentine<br/>Group; formerly, Vice<br/>President, Miller-<br/>Valentine Realty;<br/>Director, Chair of the<br/>Finance Committee and<br/>Member of the Audit<br/>Committee of Premier<br/>Health Partners, the<br/>not-for-profit parent<br/>company of Miami<br/>Valley Hospital; Vice<br/>President of the<br/>Dayton Philharmonic<br/>Orchestra Association;<br/>Board Member, Regional<br/>Leaders Forum which<br/>promotes cooperation<br/>on economic<br/>development issues;<br/>formerly, Director,<br/>Dayton Development<br/>Coalition; formerly,<br/>Member, Community<br/>Advisory Board,<br/>National City Bank,<br/>Dayton, Ohio and<br/>Business Advisory<br/>Council, Cleveland<br/>Federal Reserve Bank.<br/>Executive Director,<br/>Gaylord and Dorothy<br/>Donnelley Foundation<br/>(since 1994); prior<br/>thereto, Executive<br/>Director, Great Lakes<br/>Protection Fund (from<br/>1990 to 1994).</p> | <p>175</p> |
| <p>Judith M. Stockdale<br/>c/o Nuveen<br/>Investments, Inc.<br/>333 West Wacker Drive<br/>Chicago, IL 60606<br/>(12/29/47)</p> | <p>Board<br/>Member</p> | <p>Term: Annual or<br/>Class I Board<br/>Member until<br/>2010(2)<br/><br/>Length of Service:<br/>Since 1997</p>   | <p>Executive Director,<br/>Gaylord and Dorothy<br/>Donnelley Foundation<br/>(since 1994); prior<br/>thereto, Executive<br/>Director, Great Lakes<br/>Protection Fund (from<br/>1990 to 1994).</p>   | <p>175</p> |



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| NAME, ADDRESS<br>AND BIRTH DATE  | POSITION(S)<br>HELD WITH<br>FUND | TERM OF OFFICE<br>AND LENGTH<br>OF TIME SERVED(1)  | PRINCIPAL<br>OCCUPATION(S)<br>DURING PAST 5 YEARS  | NUMBER OF<br>PORTFOLIOS<br>IN FUND<br>COMPLEX<br>OVERSEEN<br>BY BOARD<br>MEMBER |
|--|----------------------------------|--|--|---|
| Carole E. Stone<br>c/o Nuveen<br>Investments, Inc.<br>333 West Wacker Drive<br>Chicago, IL 60606<br>(6/28/47)    | Board<br>Member                  | Term: Annual or<br>Class I Board<br>Member until<br>2010(2)<br><br>Length of Service:<br>Since 2007  | Director, Chicago<br>Board Options Exchange<br>(since 2006); Chair,<br>New York Racing<br>Association Oversight<br>Board (since 2005);<br>Commissioner, NYSE<br>Commission on Public<br>Authority Reform<br>(since 2005); formerly<br>Director, New York<br>State Division of the<br>Budget (2000-2004),<br>Chair, Public<br>Authorities Control<br>Board (2000-2004) and<br>Director, Local<br>Government Assistance<br>Corporation (2000-<br>2004).  | 175   |
| Eugene S. Sunshine<br>c/o Nuveen<br>Investments, Inc.<br>333 West Wacker Drive<br>Chicago, IL 60606<br>(1/22/50) | Board<br>Member                  | Term: Annual or<br>Class II Board<br>Member until<br>2008(2)<br><br>Length of Service:<br>Since 2005 | Senior Vice President<br>for Business and<br>Finance (since 1997),<br>Northwestern<br>University; Director<br>(since 2003), Chicago<br>Board Options<br>Exchange; Chairman<br>(since 1997), Board of<br>Directors, Rubicon, an<br>insurance company<br>owned by Northwestern<br>University; Director<br>(since 1997), Evanston<br>Chamber of Commerce<br>and Evanston<br>Inventure, a business<br>development<br>organization; Director<br>(since 2006),<br>Pathways, a provider<br>of therapy and related<br>information for<br>physically disabled<br>infants and young<br>children; formerly,<br>Director (2003-2006),<br>National Mentor<br>Holdings, a privately- | 175   |

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|   |   |   |  |            |
|---|---|---|--|------------|
| <p>Timothy R. Schwertfeger(3)<br/>333 West Wacker Drive<br/>Chicago, IL 60606<br/>(3/28/49)</p> | <p>Chairman of the Board and Board Member</p> | <p>Term: Annual or Class I Board Member until 2010(2)</p> | <p>held, national provider of home and community-based services.<br/>Chairman and Director (since 1996) of Nuveen Investments, Inc. and Nuveen Investments, LLC; Chairman and Director (since 1997) of Nuveen Asset Management; Chairman and Director (since 1999) of Rittenhouse Asset Management, Inc.; Chairman of Nuveen Investments Advisers, Inc. (since 2002); Chief Executive Officer, NWQ Holdings, LLC; formerly, Director (1996-2006) of Institutional Capital Corporation; formerly, Director (1992-2004) and Chairman (1996-2004) of Nuveen Advisory Corp. and Nuveen Institutional Advisory Corp.(4)</p> | <p>175</p> |
|   |   | <p>Length of Service: Since 1996</p>                      |  |            |

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- (1) Length of Service indicates the year in which the individual became a Board Member of a fund in the Nuveen fund complex.
- (2) For Municipal Income, Board Members Stockdale, Schuertfeger and Stone, if elected, will serve as Class III Board Members with a term until 2010. Board Members Hunter, Kundert and Sunshine are continuing Class I Board Members with terms until 2008 and Board Members Bemner, Evans and Schneider are continuing Class II Board Members with terms until 2009.
- (3) "Interested person" as defined in the 1940 Act, by reason of being an officer and director of each Fund's adviser.
- (4) Nuveen Advisory Corp. and Nuveen Institutional Advisory Corp. were merged into Nuveen Asset Management, effective January 1, 2005

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BENEFICIAL OWNERSHIP

The following table lists the dollar range of equity securities beneficially owned by each Board Member nominee in each Fund and in all Nuveen funds overseen by the Board Member nominee as of December 31, 2006.

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DOLLAR RANGE OF EQUITY SECURITIES

| BOARD MEMBER<br>NOMINEES   | MUNICIPAL<br>VALUE | MUNICIPAL<br>INCOME | PREMIUM<br>INCOME      | PERFORMANCE<br>PLUS | MUNICIPAL<br>ADVANTAGE | MUNICIPAL<br>MARKET<br>OPPORTUNITY | INVEST<br>QUAL    |
|----------------------------|--------------------|---------------------|------------------------|---------------------|------------------------|------------------------------------|-------------------|
| Robert P. Bremner          | \$0                | \$0                 | \$0                    | \$0                 | \$0                    | \$0                                | \$0               |
| Jack B. Evans              | \$0                | \$0                 | \$0                    | \$0                 | \$0                    | \$0                                | \$0               |
| William C. Hunter          | \$0                | \$0                 | \$0                    | \$0                 | \$0                    | \$0                                | \$0               |
| David J. Kundert           | \$0                | \$0                 | \$0                    | \$0                 | \$0                    | \$0                                | \$0               |
| William J. Schneider       | \$0                | \$0                 | \$50,001-<br>\$100,000 | \$0                 | \$0                    | \$0                                | \$0               |
| Timothy R.<br>Schwertfeger | Over<br>\$100,000  | \$0                 | Over<br>\$100,000      | Over<br>\$100,000   | Over<br>\$100,000      | Over<br>\$100,000                  | Over<br>\$100,000 |
| Judith M. Stockdale        | \$0                | \$0                 | \$0                    | \$0                 | \$0                    | \$10,001-<br>\$50,000              | \$0               |
| Carole E. Stone(1)         | \$0                | \$0                 | \$0                    | \$0                 | \$0                    | \$0                                | \$0               |
| Eugene S. Sunshine         | \$0                | \$0                 | \$0                    | \$0                 | \$0                    | \$0                                | \$0               |

DOLLAR RANGE OF EQUITY SECURITIES

| BOARD MEMBER<br>NOMINEES   | INSURED                  |                      |                    |                       |
|----------------------------|--------------------------|----------------------|--------------------|-----------------------|
|                            | MUNICIPAL<br>OPPORTUNITY | PREMIER<br>MUNICIPAL | PREMIER<br>INSURED | PREMIUM<br>INCOME 2   |
| Robert P. Bremner          | \$0                      | \$0                  | \$0                | \$0                   |
| Jack B. Evans              | \$0                      | \$0                  | \$0                | \$0                   |
| William C. Hunter          | \$0                      | \$0                  | \$0                | \$0                   |
| David J. Kundert           | \$0                      | \$0                  | \$0                | \$0                   |
| William J. Schneider       | \$0                      | \$0                  | \$0                | \$0                   |
| Timothy R.<br>Schwertfeger | Over<br>\$100,000        | Over<br>\$100,000    | \$0                | Over<br>\$100,000     |
| Judith M. Stockdale        | \$0                      | \$1-<br>\$10,000     | \$0                | \$10,001-<br>\$50,000 |
| Carole E. Stone(1)         | \$0                      | \$0                  | \$0                | \$0                   |
| Eugene S. Sunshine         | \$0                      | \$0                  | \$0                | \$0                   |

(1) In December 2006, Ms. Stone was appointed to each Fund's Board effective January 1, 2007. Ms. Stone did not own shares of Nuveen Funds prior to her being appointed as a Board Member.

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DOLLAR RANGE OF EQUITY SECURITIES

| BOARD MEMBER<br>NOMINEES   | PREMIUM<br>INCOME 4 | INSURED<br>PREMIUM<br>INCOME 2 | DIVIDEND<br>ADVANTAGE | DIVIDEND<br>ADVANTAGE 2 | DIVIDEND<br>ADVANTAGE 3 | INSURED<br>DIVIDEND<br>ADVANTAGE | INSURED<br>TAX-FREE<br>ADVANTAGE |
|----------------------------|---------------------|--------------------------------|-----------------------|-------------------------|-------------------------|----------------------------------|----------------------------------|
| Robert P. Bremner          | \$0                 | \$0                            | \$0                   | \$0                     | \$0                     | \$0                              | \$0                              |
| Jack B. Evans              | \$0                 | \$0                            | \$0                   | \$0                     | \$0                     | \$0                              | \$0                              |
| William C. Hunter          | \$0                 | \$0                            | \$0                   | \$0                     | \$0                     | \$0                              | \$0                              |
| David J. Kundert           | \$0                 | \$0                            | \$0                   | \$0                     | \$0                     | \$0                              | \$0                              |
| William J.<br>Schneider    | \$0                 | \$0                            | \$0                   | \$0                     | \$0                     | \$0                              | \$0                              |
| Timothy R.<br>Schwertfeger | \$0                 | \$0                            | Over<br>\$100,000     | Over<br>\$100,000       | Over<br>\$100,000       | \$0                              | \$0                              |
| Judith M.<br>Stockdale     | \$0                 | \$0                            | \$10,001-<br>\$50,000 | \$0                     | \$0                     | \$0                              | \$0                              |
| Carole E.<br>Stone(1)      | \$0                 | \$0                            | \$0                   | \$0                     | \$0                     | \$0                              | \$0                              |
| Eugene S.<br>Sunshine      | \$0                 | \$0                            | \$0                   | \$0                     | \$0                     | \$0                              | \$0                              |

DOLLAR RANGE OF EQUITY SECURITIES

| BOARD MEMBER<br>NOMINEES   | SELECT<br>PORTFOLIO | SELECT<br>PORTFOLIO 2 | SELECT<br>PORTFOLIO 3 | CALIFORNIA<br>PORTFOLIO | NEW YORK<br>PORTFOLIO | AGGREGATE<br>DOLLAR RANGE<br>OF EQUITY<br>SECURITIES IN<br>ALL REGISTERED<br>INVESTMENT<br>COMPANIES<br>OVERSEEN BY<br>BOARD MEMBER<br>NOMINEES IN<br>FAMILY OF<br>INVESTMENT<br>COMPANIES (2) |
|----------------------------|---------------------|-----------------------|-----------------------|-------------------------|-----------------------|--|
| Robert P. Bremner          | \$0                 | \$0                   | \$0                   | \$0                     | \$0                   | Over<br>\$100,000  |
| Jack B. Evans              | \$0                 | \$0                   | \$0                   | \$0                     | \$0                   | Over<br>\$100,000  |
| William C. Hunter          | \$0                 | \$0                   | \$0                   | \$0                     | \$0                   | Over<br>\$100,000  |
| David J. Kundert           | \$0                 | \$0                   | \$0                   | \$0                     | \$0                   | Over<br>\$100,000  |
| William J.<br>Schneider    | \$0                 | \$0                   | \$0                   | \$0                     | \$0                   | Over<br>\$100,000  |
| Timothy R.<br>Schwertfeger | \$0                 | \$0                   | \$0                   | \$0                     | \$0                   | Over<br>\$100,000  |

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|                        |     |     |     |     |     |                   |
|------------------------|-----|-----|-----|-----|-----|-------------------|
| Judith M.<br>Stockdale | \$0 | \$0 | \$0 | \$0 | \$0 | Over<br>\$100,000 |
| Carole E.<br>Stone(1)  | \$0 | \$0 | \$0 | \$0 | \$0 | \$0               |
| Eugene S.<br>Sunshine  | \$0 | \$0 | \$0 | \$0 | \$0 | Over<br>\$100,000 |

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(1) In December 2006, Ms. Stone was appointed to each Fund's Board effective January 1, 2007. Ms. Stone did not own shares of Nuveen Funds prior to her being appointed as a Board Member.

(2) The amounts reflect the aggregate dollar range of equity securities and the number of shares beneficially owned by the Board Member in the Funds and in all Nuveen funds overseen by each Board Member.

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The following table sets forth, for each Board Member and for the Board Members and officers as a group, the amount of shares beneficially owned in each Fund as of December 31, 2006. The information as to beneficial ownership is based on statements furnished by each Board Member and officer.

FUND SHARES OWNED BY BOARD MEMBERS AND OFFICERS(1)

| BOARD MEMBER NOMINEES                        | MUNICIPAL<br>VALUE | MUNICIPAL<br>INCOME | PREMIUM<br>INCOME | PERFORMANCE<br>PLUS | MUNICIPAL<br>ADVANTAGE | MUNICIPAL<br>MARKET<br>OPPORTUNITY |
|--|--------------------|---------------------|-------------------|---------------------|------------------------|------------------------------------|
| Robert P. Bremner                            | 0                  | 0                   | 0                 | 0                   | 0                      | 0                                  |
| Jack B. Evans                                | 0                  | 0                   | 0                 | 0                   | 0                      | 0                                  |
| William C. Hunter                            | 0                  | 0                   | 0                 | 0                   | 0                      | 0                                  |
| David J. Kundert                             | 0                  | 0                   | 0                 | 0                   | 0                      | 0                                  |
| William J. Schneider                         | 0                  | 0                   | 0                 | 5,000               | 0                      | 0                                  |
| Timothy R. Schwertfeger                      | 25,085             | 0                   | 69,243            | 14,040 (3)          | 6,594                  | 21,000                             |
| Judith M. Stockdale                          | 0                  | 0                   | 0                 | 0                   | 821                    | 0                                  |
| Carol E. Stone(2)                            | 0                  | 0                   | 0                 | 0                   | 0                      | 0                                  |
| Eugene S. Sunshine                           | 0                  | 0                   | 0                 | 0                   | 0                      | 0                                  |
| ALL BOARD MEMBERS AND<br>OFFICERS AS A GROUP | 31,297             | 0                   | 70,281            | 21,040              | 8,594                  | 21,821                             |

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FUND SHARES OWNED BY BOARD MEMBERS AND OFFICERS(1)

| QUALITY | INSURED<br>MUNICIPAL | PREMIER | PREMIER | PREMIUM |
|---------|----------------------|---------|---------|---------|
|---------|----------------------|---------|---------|---------|

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| BOARD MEMBER NOMINEES                     | INCOME     | OPPORTUNITY | MUNICIPAL | INSURED | INCOME 2   |
|---|------------|-------------|-----------|---------|------------|
| Robert P. Bremner                         | 0          | 0           | 0         | 0       | 0          |
| Jack B. Evans                             | 0          | 0           | 0         | 0       | 0          |
| William C. Hunter                         | 0          | 0           | 0         | 0       | 0          |
| David J. Kundert                          | 0          | 0           | 0         | 0       | 0          |
| William J. Schneider                      | 0          | 0           | 0         | 0       | 0          |
| Timothy R. Schwertfeger                   | 22,340 (3) | 35,000      | 25,000    | 0       | 30,024 (3) |
| Judith M. Stockdale                       | 0          | 0           | 3         | 0       | 808        |
| Carol E. Stone (2)                        | 0          | 0           | 0         | 0       | 0          |
| Eugene S. Sunshine                        | 0          | 0           | 0         | 0       | 0          |
| ALL BOARD MEMBERS AND OFFICERS AS A GROUP | 22,340     | 38,000      | 25,003    | 0       | 33,270     |

- (1) The numbers include share equivalents of certain Nuveen funds in which the Board Member is deemed to be invested pursuant to the Deferred Compensation Plan for Independent Board Members as more fully described below.
- (2) In December 2006, Ms. Stone was appointed to each Fund's Board effective January 1, 2007. Ms. Stone did not own shares of Nuveen Funds prior to her being appointed as a Board Member.
- (3) Fund shares owned by Mr. Schwertfeger include 40 preferred shares of Quality Income, 30 preferred shares of Dividend Advantage, 40 preferred shares of Performance Plus and 24 preferred shares of Premium Income 2.

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FUND SHARES OWNED BY BOARD MEMBERS AND OFFICERS (1)

| BOARD MEMBER NOMINEES   | PREMIUM INCOME 4 | INSURED PREMIUM INCOME 2 | DIVIDEND ADVANTAGE | DIVIDEND ADVANTAGE 2 | DIVIDEND ADVANTAGE 3 | INSURED DIVIDEND ADVANTAGE |
|-------------------------|------------------|--------------------------|--------------------|----------------------|----------------------|----------------------------|
| Robert P. Bremner       | 0                | 0                        | 0                  | 0                    | 0                    | 0                          |
| Jack B. Evans           | 0                | 0                        | 0                  | 0                    | 0                    | 0                          |
| William C. Hunter       | 0                | 0                        | 0                  | 0                    | 0                    | 0                          |
| David J. Kundert        | 0                | 0                        | 0                  | 0                    | 0                    | 0                          |
| William J. Schneider    | 0                | 0                        | 0                  | 0                    | 0                    | 0                          |
| Timothy R. Schwertfeger | 0                | 0                        | 40 (3)             | 25,000               | 30,000               | 0                          |
| Judith M. Stockdale     | 0                | 0                        | 857                | 0                    | 0                    | 0                          |
| Carole E. Stone (2)     | 0                | 0                        | 0                  | 0                    | 0                    | 0                          |
| Eugene S. Sunshine      | 0                | 0                        | 0                  | 0                    | 0                    | 0                          |

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ALL BOARD MEMBERS  
AND  
OFFICERS AS A  
GROUP

4,900                      0                      2,887                      32,593                      32,100                      0

### FUND SHARES OWNED BY BOARD MEMBERS AND OFFICERS (1)

| BOARD MEMBER<br>NOMINEES                           | SELECT<br>PORTFOLIO | SELECT<br>PORTFOLIO 2 | SELECT<br>PORTFOLIO 3 | CALIFORNIA<br>PORTFOLIO | NEW YORK<br>PORTFOLIO |
|--|---------------------|-----------------------|-----------------------|-------------------------|-----------------------|
| Robert P. Bremner                                  | 0                   | 0                     | 0                     | 0                       | 0                     |
| Jack B. Evans                                      | 0                   | 0                     | 0                     | 0                       | 0                     |
| William C. Hunter                                  | 0                   | 0                     | 0                     | 0                       | 0                     |
| David J. Kundert                                   | 0                   | 0                     | 0                     | 0                       | 0                     |
| William J. Schneider                               | 0                   | 0                     | 0                     | 0                       | 0                     |
| Timothy R.<br>Schwertfeger                         | 0                   | 0                     | 0                     | 0                       | 0                     |
| Judith M. Stockdale                                | 0                   | 0                     | 0                     | 0                       | 0                     |
| Carole E. Stone(2)                                 | 0                   | 0                     | 0                     | 0                       | 0                     |
| Eugene S. Sunshine                                 | 0                   | 0                     | 0                     | 0                       | 0                     |
| ALL BOARD MEMBERS<br>AND<br>OFFICERS AS A<br>GROUP | 0                   | 0                     | 0                     | 0                       | 0                     |

(1) The numbers include share equivalents of certain Nuveen funds in which the Board Member is deemed to be invested pursuant to the Deferred Compensation Plan for Independent Board Members as more fully described below.

(2) In December 2006, Ms. Stone was appointed to each Fund's Board effective January 1, 2007. Ms. Stone did not own shares of Nuveen Funds prior to her being appointed as a Board Member.

(3) Fund Shares owned by Mr. Schwertfeger include 40 preferred shares of Quality Income, 30 preferred shares of Dividend Advantage, 40 preferred shares of Performance Plus and 24 preferred shares of Premium Income 2.

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On December 31, 2006, Board Members and executive officers as a group beneficially owned 1,500,000 shares of all funds managed by the Adviser (includes deferred units and shares held by the executive officers in Nuveen's 401(k)/profit sharing plan). Each Board Member's individual beneficial shareholdings of each Fund constitute less than 1% of the outstanding shares of each Fund. As of June 4, 2007, the Board Members and executive officers as a group beneficially owned less than 1% of the outstanding shares of each Fund. As of June 4, 2007 no shareholder beneficially owned more than 5% of any class of

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shares of any Fund.

### COMPENSATION

Prior to January 1, 2007, for all Nuveen funds, Independent Board Members received a \$90,000 annual retainer plus (a) a fee of \$2,500 per day for attendance in person or by telephone at a regularly scheduled meeting of the Board; (b) a fee of \$2,000 per meeting for attendance in person where such in-person attendance is required and \$1,000 per meeting for attendance by telephone or in person where in-person attendance is not required at a special, non-regularly scheduled board meeting; (c) a fee of \$1,500 per meeting for attendance in person or by telephone at an audit committee meeting; (d) a fee of \$1,500 per meeting for attendance in person at a compliance, risk management and regulatory oversight committee meeting where in-person attendance is required and \$1,000 per meeting for attendance by telephone or in person where in-person attendance is not required; (e) a fee of \$1,000 per meeting for attendance in person or by telephone for a meeting of the dividend committee; and (f) a fee of \$500 per meeting for attendance in person at all other committee meetings (including shareholder meetings) on a day on which no regularly scheduled board meeting is held in which in-person attendance is required and \$250 per meeting for attendance by telephone or in person at such committee meetings (excluding shareholder meetings) where in-person attendance is not required and \$100 per meeting when the executive committee acts as pricing committee for IPOs, plus, in each case, expenses incurred in attending such meetings. In addition to the payments described above, the Lead Independent Director received \$20,000, the chairpersons of the audit committee and the compliance, risk management and regulatory oversight committee received \$7,500 and the chairperson of the nominating and governance committee received \$5,000 as additional retainers to the annual retainer paid to such individuals. Independent Board Members also received a fee of \$2,000 per day for site visits on days on which no regularly scheduled board meeting is held to entities that provide services to the Nuveen funds. When ad hoc committees are organized, the nominating and governance committee will at the time of formation determine compensation to be paid to the members of such committee, however, in general such fees were \$1,000 per meeting for attendance in person at any ad hoc committee meeting where in-person attendance is required and \$500 per meeting for attendance by telephone or in person at such meetings where in-person attendance is not required. The annual retainer, fees and expenses was allocated among the funds managed by the Adviser, on the basis of relative net asset sizes. The Board Member affiliated with Nuveen and the Adviser served without any compensation from the Funds.

Effective January 1, 2007, for all Nuveen funds, Independent Board Members receive a \$95,000 annual retainer plus (a) a fee of \$3,000 per day for attendance in person or by telephone at a regularly scheduled meeting of the Board; (b) a fee of \$2,000 per meeting for attendance in person or by telephone where in-person attendance is required and \$1,500 per meeting for attendance by telephone or in person where in-person attendance is not required at a special, non-regularly scheduled board meeting; (c) a fee of \$1,500 per meeting for

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attendance in person or by telephone at an audit committee meeting; (d) a fee of \$1,500 per meeting for attendance in person or by telephone at a regularly scheduled compliance, risk management and regulatory oversight committee meeting (d) a fee of \$1,500 per meeting for attendance in person at a non-regularly scheduled compliance, risk management and regulatory oversight committee meeting where in-person attendance is required and \$1,000 per meeting for attendance by telephone or in person where in-person attendance is not required, except that the chairperson of the compliance, risk management and regulatory oversight committee may at any time designate a non-regularly scheduled meeting of the



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committee as an in-person meeting for the purposes of fees to be paid; (e) a fee of \$1,000 per meeting for attendance in person or by telephone for a meeting of the dividend committee; and (f) a fee of \$500 per meeting for attendance in person at all other committee meetings (including shareholder meetings) on a day on which no regularly scheduled board meeting is held in which in-person attendance is required and \$250 per meeting for attendance by telephone or in person at such committee meetings (excluding shareholder meetings) where in-person attendance is not required and \$100 per meeting when the executive committee acts as pricing committee for IPOs, plus, in each case, expenses incurred in attending such meetings. In addition to the payments described above, the Lead Independent Director receives \$25,000, the chairpersons of the audit committee and the compliance, risk management and regulatory oversight committee receive \$7,500 and the chairperson of the nominating and governance committee receives \$5,000 as additional retainers to the annual retainer paid to such individuals. Independent Board Members also receive a fee of \$2,000 per day for site visits to entities that provide services to the Nuveen funds on days on which no regularly scheduled board meeting is held. When ad hoc committees are organized, the nominating and governance committee will at the time of formation determine compensation to be paid to the members of such committee, however, in general such fees will be \$1,000 per meeting for attendance in person at any ad hoc committee meeting where in-person attendance is required and \$500 per meeting for attendance by telephone or in person at such meetings where in-person attendance is not required. The annual retainer, fees and expenses are allocated among the funds managed by the Adviser, on the basis of relative net asset sizes although fund management may, in its discretion, establish a minimum amount to be allocated to each fund. The Board Member affiliated with Nuveen and the Adviser serves without any compensation from the Funds.

The boards of certain Nuveen funds (the "Participating Funds") established a Deferred Compensation Plan for Independent Board Members ("Deferred Compensation Plan"). Under the Deferred Compensation Plan, Independent Board Members of the Participating Funds may defer receipt of all, or a portion, of the compensation they earn for their services to the Participating Funds, in lieu of receiving current payments of such compensation. Any deferred amount is treated as though an equivalent dollar amount had been invested in shares of one or more eligible Nuveen funds.

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The table below shows, for each Independent Board Member, the aggregate compensation (i) paid by each Fund to each Board Member for its last fiscal year and (ii) paid (including deferred fees) for service on the boards of the Nuveen open-end and closed-end funds managed by the Adviser for the calendar year ended 2006. Mr. Schwertfeger, a Board Member who is an interested person of the Funds, does not receive any compensation from the Funds or any Nuveen funds.

AGGREGATE COMPENSATION FROM THE FUNDS(1) (3)

| FUND                  | ROBERT P.<br>BREMNER | JACK B.<br>EVANS | WILLIAM C.<br>HUNTER | DAVID J.<br>KUNDERT | WILLIAM<br>SCHWERTFEGER |
|-----------------------|----------------------|------------------|----------------------|---------------------|-------------------------|
| Municipal Value.....  | \$ 4,780             | \$ 4,617         | \$ 4,106             | \$ 4,154            | \$                      |
| Municipal Income..... | 210                  | 202              | 173                  | 172                 |                         |

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|   |           |           |           |           |      |
|---|-----------|-----------|-----------|-----------|------|
| Premium Income.....   | 3,552     | 3,431     | 3,052     | 3,087     |      |
| Performance Plus.....   | 3,376     | 3,260     | 2,900     | 2,934     |      |
| Municipal Advantage.....  | 2,476     | 2,391     | 2,127     | 2,151     |      |
| Municipal Market Opportunity.....                               | 2,568     | 2,479     | 2,206     | 2,231     |      |
| Investment Quality.....   | 2,044     | 1,974     | 1,757     | 1,777     |      |
| Insured Quality.....  | 2,159     | 2,085     | 1,855     | 1,876     |      |
| Select Quality.....   | 1,924     | 1,858     | 1,653     | 1,672     |      |
| Quality Income.....   | 3,068     | 2,963     | 2,635     | 2,666     |      |
| Insured Municipal Opportunity.....                              | 4,621     | 4,463     | 3,970     | 4,016     |      |
| Premier Municipal.....  | 1,119     | 1,081     | 962       | 973       |      |
| Premier Insured.....  | 1,094     | 1,057     | 940       | 951       |      |
| Premium Income 2.....   | 2,323     | 2,243     | 1,995     | 2,019     |      |
| Premium Income 4.....   | 2,204     | 2,218     | 1,893     | 1,915     |      |
| Insured Premium Income 2.....                                   | 1,895     | 1,830     | 1,628     | 1,647     |      |
| Dividend Advantage.....   | 2,148     | 2,074     | 1,845     | 1,867     |      |
| Dividend Advantage 2.....                                       | 1,646     | 1,590     | 1,414     | 1,430     |      |
| Dividend Advantage 3.....                                       | 2,233     | 2,156     | 1,918     | 1,940     |      |
| Insured Dividend Advantage.....                                 | 1,652     | 1,595     | 1,419     | 1,436     |      |
| Insured Tax-Free Advantage.....                                 | 997       | 963       | 857       | 867       |      |
| Municipal High Income.....                                      | 1,242     | 1,200     | 1,067     | 1,079     |      |
| Select Maturities.....  | 319       | 314       | 252       | 249       |      |
| Select Portfolio.....   | 613       | 605       | 507       | 491       |      |
| Select Portfolio 2.....   | 652       | 643       | 540       | 522       |      |
| Select Portfolio 3.....   | 475       | 469       | 393       | 380       |      |
| California Portfolio.....                                       | 234       | 231       | 194       | 188       |      |
| New York Portfolio.....   | 142       | 140       | 118       | 114       |      |
| TOTAL COMPENSATION FROM NUVEEN FUNDS PAID TO BOARD MEMBERS..... | \$177,329 | \$180,334 | \$145,755 | \$147,965 | \$17 |

AGGREGATE COMPENSATION FROM THE FUNDS(1) (3)

| FUND                               | EUGENE S. SUNSHINE (1) |
|------------------------------------|------------------------|
| Municipal Value.....               | \$ 4,220               |
| Municipal Income.....              | 177                    |
| Premium Income.....                | 3,136                  |
| Performance Plus.....              | 2,980                  |
| Municipal Advantage.....           | 2,185                  |
| Municipal Market Opportunity.....  | 2,267                  |
| Investment Quality.....            | 1,805                  |
| Insured Quality.....               | 1,906                  |
| Select Quality.....                | 1,699                  |
| Quality Income.....                | 2,708                  |
| Insured Municipal Opportunity..... | 4,080                  |
| Premier Municipal.....             | 988                    |
| Premier Insured.....               | 966                    |
| Premium Income 2.....              | 2,050                  |
| Premium Income 4.....              | 1,945                  |
| Insured Premium Income 2.....      | 1,673                  |
| Dividend Advantage.....            | 1,896                  |
| Dividend Advantage 2.....          | 1,453                  |
| Dividend Advantage 3.....          | 1,971                  |
| Insured Dividend Advantage.....    | 1,459                  |
| Insured Tax-Free Advantage.....    | 880                    |
| Municipal High Income.....         | 1,097                  |

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|  |           |
|--|-----------|
| Select Maturities.....   | 271       |
| Select Portfolio.....  | 556       |
| Select Portfolio 2.....  | 592       |
| Select Portfolio 3.....  | 431       |
| California Portfolio.....  | 213       |
| New York Portfolio.....  | 129       |
| TOTAL COMPENSATION FROM NUVEEN FUNDS PAID TO<br>BOARD MEMBERS..... | \$157,598 |

(1) For all Funds, except Select Maturities, Select Portfolio, Select Portfolio 2, Select Portfolio 3, California Portfolio and New York Portfolio, aggregate compensation numbers are based on the compensation schedule in effect prior to January 1, 2007. For Select Maturities, Select Portfolio, Select Portfolio 2, Select Portfolio 3, California Portfolio and New York Portfolio, aggregate compensation numbers are based on a combination of the compensation schedules in effect prior to and after January 1, 2007.

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(2) In December 2006, Ms. Stone was appointed to each Fund's Board effective January 1, 2007.

(3) Includes deferred fees. Pursuant to a deferred compensation agreement with certain of the Funds, deferred amounts are treated as though an equivalent dollar amount has been invested in shares of one or more eligible Nuveen funds. Total deferred fees for the Funds (including the return from the assumed investment in the eligible Nuveen funds) payable are:

| FUND                               | ROBERT P.<br>BREMNER | JACK B.<br>EVANS | WILLIAM C.<br>HUNTER | DAVID J.<br>KUNDERT | WILLIAM<br>SCHNEIDER |
|------------------------------------|----------------------|------------------|----------------------|---------------------|----------------------|
| Municipal Value.....               | \$755                | \$1,202          | \$4,106              | \$4,154             | \$4,600              |
| Premium Income.....                | 561                  | 893              | 3,052                | 3,087               | 3,400                |
| Performance Plus.....              | 533                  | 849              | 2,900                | 2,934               | 3,200                |
| Municipal Advantage.....           | 391                  | 622              | 2,127                | 2,151               | 2,400                |
| Municipal Market Opportunity.....  | 406                  | 645              | 2,206                | 2,231               | 2,500                |
| Investment Quality.....            | 323                  | 514              | 1,757                | 1,777               | 1,900                |
| Insured Quality.....               | 341                  | 543              | 1,855                | 1,876               | 2,100                |
| Select Quality.....                | 304                  | 484              | 1,653                | 1,672               | 1,800                |
| Quality Income.....                | 485                  | 771              | 2,635                | 2,666               | 2,900                |
| Insured Municipal Opportunity..... | 730                  | 1,162            | 3,970                | 4,016               | 4,500                |
| Premier Municipal.....             | 177                  | 281              | 962                  | 973                 | 1,000                |
| Premier Insured.....               | 173                  | 275              | 940                  | 951                 | 1,000                |
| Premium Income 2.....              | 367                  | 584              | 1,995                | 2,019               | 2,200                |
| Premium Income 4.....              | 348                  | 554              | 1,893                | 1,915               | 2,100                |
| Insured Premium Income 2.....      | 299                  | 476              | 1,628                | 1,647               | 1,800                |
| Dividend Advantage.....            | 339                  | 540              | 1,845                | 1,867               | 2,000                |

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|                                 |     |     |       |       |     |
|---------------------------------|-----|-----|-------|-------|-----|
| Dividend Advantage 2.....       | 260 | 414 | 1,414 | 1,430 | 1,6 |
| Dividend Advantage 3.....       | 353 | 561 | 1,918 | 1,940 | 2,1 |
| Insured Dividend Advantage..... | 261 | 415 | 1,419 | 1,436 | 1,6 |
| Insured Tax-Free Advantage..... | 158 | 251 | 857   | 867   | 9   |
| Municipal High Income.....      | 196 | 312 | 1,067 | 1,079 | 1,2 |
| Select Portfolio.....           | 95  | 156 | 507   | 491   | 6   |
| Select Portfolio 2.....         | 102 | 166 | 540   | 522   | 6   |
| Select Portfolio 3.....         | 74  | 121 | 393   | 380   | 4   |
| California Portfolio.....       | 36  | 60  | 194   | 188   | 2   |
| New York Portfolio.....         | 22  | 36  | 118   | 114   | 1   |

FUND EUGENE S. SUNSHINE

|                                    |         |
|------------------------------------|---------|
| Municipal Value.....               | \$4,060 |
| Premium Income.....                | 3,017   |
| Performance Plus.....              | 2,867   |
| Municipal Advantage.....           | 2,102   |
| Municipal Market Opportunity.....  | 2,180   |
| Investment Quality.....            | 1,736   |
| Insured Quality.....               | 1,833   |
| Select Quality.....                | 1,634   |
| Quality Income.....                | 2,605   |
| Insured Municipal Opportunity..... | 3,924   |
| Premier Municipal.....             | 951     |
| Premier Insured.....               | 929     |
| Premium Income 2.....              | 1,972   |
| Premium Income 4.....              | 1,871   |
| Insured Premium Income 2.....      | 1,609   |
| Dividend Advantage.....            | 1,824   |
| Dividend Advantage 2.....          | 1,398   |
| Dividend Advantage 3.....          | 1,896   |
| Insured Dividend Advantage.....    | 1,403   |
| Insured Tax-Free Advantage.....    | 847     |
| Municipal High Income.....         | 1,055   |
| Select Portfolio.....              | 556     |
| Select Portfolio 2.....            | 592     |
| Select Portfolio 3.....            | 431     |
| California Portfolio.....          | 213     |
| New York Portfolio.....            | 129     |

Nuveen maintains a charitable matching contributions program to encourage the active support and involvement of individuals in the civic activities of their community. Until December 31, 2006, the Independent Board Members of the funds managed by the Adviser were eligible to participate in the charitable contributions program of Nuveen. Under the matching contributions program,

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Nuveen would match the personal contributions of a Board Member to Section 501(c)(3) organizations up to an aggregate maximum amount of \$10,000 during any calendar year.

### COMMITTEES

The Board of each Fund has five standing committees: the executive committee, the audit committee, the nominating and governance committee, the dividend committee and the compliance, risk management and regulatory oversight committee.

Robert P. Bremner, Judith M. Stockdale and Timothy R. Schwertfeger, Chair, serve as members of the executive committee of each Fund. The executive committee, which meets between regular meetings of the Board, is authorized to exercise all of the powers of the Board; provided that the scope of the powers of the executive committee, unless otherwise specifically authorized by the full Board, is limited to: (i) emergency matters where assembly of the full Board is impracticable (in which case management will take all reasonable steps to quickly notify each individual Board Member of the actions taken by the executive committee) and (ii) matters of an administrative or ministerial nature. The executive committee of each Fund held no meetings during its last fiscal year.

Jack B. Evans, Judith M. Stockdale and Timothy R. Schwertfeger, Chair, are current members of the dividend committee of each Fund. The dividend committee is authorized to declare distributions on the Fund's shares including, but not limited to, regular and special dividends, capital gains and ordinary income distributions. The dividend committee of each Fund held three meetings during its last fiscal year.

William C. Hunter, William J. Schneider, Chair, Judith M. Stockdale and Carole E. Stone are current members of the compliance, risk management and regulatory oversight committee of each Fund. The compliance, risk management and regulatory oversight committee is responsible for the oversight of compliance issues, risk management, and other regulatory matters affecting the Funds which are not otherwise the jurisdiction of the other Board committees. The compliance, risk management and regulatory oversight committee of each Fund held four meetings during its last fiscal year, except the compliance risk management and regulatory oversight committee of Select Maturities, Select Portfolio, Select Portfolio 2, Select Portfolio 3, California Portfolio and New York Portfolio held three meetings during its last fiscal year.

Each Fund's Board has an audit committee, in accordance with Section 3(a)(58)(A) of the Securities Exchange Act of 1934, as amended (the "1934 Act"), that is composed of Independent Board Members who are also "independent" as that term is defined in the listing standards pertaining to closed-end funds of the New York Stock Exchange and American Stock Exchange, as applicable. Robert P. Bremner, Jack B. Evans, Chair, David J. Kundert, William J. Schneider and Eugene S. Sunshine are current members of the audit committee of each Fund. The audit committee is responsible for the oversight and monitoring of (1) the accounting and reporting policies, procedures and practices and the audit of the financial statements of the Funds (2) the quality and integrity of the financial statements of the Funds and (3) the independent registered public accounting firm's qualifications, performance and

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independence. The audit committee reviews the work and any recommendations of the Funds' independent registered public accounting firm. Based on such review, it is authorized to make recommendations to the Board. The audit committee is

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also responsible for the oversight of the pricing procedures of the Funds and the internal Valuation Group. The Boards have adopted a written Audit Committee Charter that conforms to the listing standards of the New York Stock Exchange and American Stock Exchange. A copy of the Audit Committee Charter is attached to the proxy statement as Appendix A. The audit committee of each Fund held four meetings during its last fiscal year.

Each Fund has a nominating and governance committee that is composed entirely of Independent Board Members who are also "independent" as defined by New York Stock Exchange or American Stock Exchange listing standards, as applicable. Robert P. Bremner, Chair, Jack B. Evans, William C. Hunter, David J. Kundert, William J. Schneider, Judith M. Stockdale, Carole E. Stone and Eugene S. Sunshine are current members of the nominating and governance committee of each Fund. The purpose of the nominating and governance committee is to seek, identify and recommend to the Board qualified candidates for election or appointment to each Fund's Board. In addition, the committee oversees matters of corporate governance, including the evaluation of Board performance and processes, and assignment and rotation of committee members, and the establishment of corporate governance guidelines and procedures, to the extent necessary or desirable. The committee operates under a written charter adopted and approved by the Boards of each Fund, a copy of which is available on the Funds' website at [www.nuveen.com/etf/products/fundGovernance.aspx](http://www.nuveen.com/etf/products/fundGovernance.aspx). The nominating and governance committee of each Fund held four meetings during its last fiscal year.

The nominating and governance committee looks to many sources for recommendations of qualified candidates, including current Board Members, employees of the Adviser, current shareholders of the Funds, third party sources and any other persons or entities that may be deemed necessary or desirable by the committee. Shareholders of the Funds who wish to nominate a candidate to their Fund's Board should mail information to the attention of Lorna Ferguson, Manager of Fund Board Relations, Nuveen Investments, 333 West Wacker Drive, Chicago, Illinois 60606. This information must include evidence of Fund ownership of the person or entity recommending the candidate, a full listing of the proposed candidate's education, experience, current employment, date of birth, names and addresses of at least three professional references, information as to whether the candidate is an "interested person" (as such term is defined in the 1940 Act) in relation to the Fund and such other information that would be helpful to the nominating and governance committee in evaluating the candidate. All satisfactorily completed information regarding candidates will be forwarded to the chairman of the nominating and governance committee and the outside counsel to the Independent Board Members. Recommendations for candidates to the Board will be evaluated in light of whether the number of Board members is expected to change and whether the Board expects any vacancies. All nominations from Fund shareholders will be acknowledged, although there may be times when the committee is not actively recruiting new Board Members. In those circumstances nominations will be kept on file until active recruitment is under way.

The nominating and governance committee sets appropriate standards and requirements for nominations to the Board. In considering a candidate's qualifications, each candidate must meet certain basic requirements, including relevant skills and experience, time availability and, if qualifying as an Independent Board Member candidate, independence from the Adviser or

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other service providers. These experience requirements may vary depending on the current composition of the Board, since the goal is to ensure an appropriate range of skills and experience, in the aggregate. All candidates must meet high

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expectations of personal integrity, governance experience and professional competence that are assessed on the basis of personal interviews, recommendations, or direct knowledge by committee members. The committee may use any process it deems appropriate for the purpose of evaluating candidates, which process may include, without limitation, personal interviews, background checks, written submissions by the candidates and third party references. There is no difference in the manner in which the nominating and governance committee evaluates candidates when the candidate is submitted by a shareholder. The nominating and governance committee reserves the right to make the final selection regarding the nomination of any prospective Board member.

The Independent Board Members of each Fund have appointed Robert P. Bremner as their Lead Independent Director. The role of the Lead Independent Director is one of coordination and assuring the appropriate, effective and efficient functioning of the Board and the Board processes. Specific responsibilities may include organizing and leading Independent Board Member sessions, facilitating and ensuring an appropriate level of communication among the Independent Board Members, leading the assessment of the Board's effectiveness, and working with the Adviser's staff and outside counsel on board meeting agendas, board material and workshops for Independent Board Members to ensure that the priorities of the Independent Board Members are addressed.

The Board of each Fund held four regular quarterly meetings and six special meetings during the last fiscal year, except the Board of Select Maturities, Select Portfolio, Select Portfolio 2, Select Portfolio 3, California Portfolio and New York Portfolio held five special meetings during its last fiscal year. During the last fiscal year, each Board Member attended 75% or more of each Fund's Board meetings and the committee meetings (if a member thereof) held during the period for which such Board Member was a Board Member. The policy of the Board relating to attendance by Board Members at annual meetings of the Funds and the number of Board Members who attended the last annual meeting of shareholders of each Fund is posted on the Funds' website at [www.nuveen.com/etf/products/fundgovernance.aspx](http://www.nuveen.com/etf/products/fundgovernance.aspx).

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### THE OFFICERS

The following table sets forth information as of June 1, 2007 with respect to each officer of the Funds other than Mr. Schwertfeger (who is a Board Member and is included in the table relating to nominees for the Board). Officers receive no compensation from the Funds. The officers are elected by the Board on an annual basis to serve until successors are elected and qualified.

| NAME, ADDRESS<br>AND BIRTHDATE | POSITION(S)<br>HELD WITH<br>FUND | TERM OF<br>OFFICE AND<br>LENGTH OF<br>TIME<br>SERVED (1) | PRINCIPAL OCCUPATION(S)<br>DURING PAST 5 YEARS | NUMBER OF<br>PORTFO-<br>LIOS<br>IN FUND<br>COMPLEX<br>SERVED BY<br>OFFICER |
|--------------------------------|----------------------------------|--|--|--|
| -----                          |                                  |  |  |  |

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|   |   |  |   |            |
|---|---|--|---|------------|
| <p>Gifford R. Zimmerman<br/>         333 West Wacker Drive<br/>         Chicago, IL 60606<br/>         (9/9/56)</p> | <p>Chief<br/>         Administrative<br/>         Officer</p> | <p>Term: Annual<br/>         Length of<br/>         Service:<br/>         Since 1988</p> | <p>Managing Director (since<br/>         2002), Assistant<br/>         Secretary and Associate<br/>         General Counsel,<br/>         formerly, Vice President<br/>         of Nuveen Investments,<br/>         LLC; Managing Director<br/>         (since 2002), Assistant<br/>         Secretary and Associate<br/>         General Counsel,<br/>         formerly, Vice President<br/>         of Nuveen Asset<br/>         Management; Managing<br/>         Director (since 2004)<br/>         and Assistant Secretary<br/>         (since 1994) of Nuveen<br/>         Investments, Inc.;<br/>         Assistant Secretary of<br/>         NWQ Investment<br/>         Management Company, LLC<br/>         (since 2002); Vice<br/>         President and Assistant<br/>         Secretary of Nuveen<br/>         Investments Advisers<br/>         Inc. (since 2002);<br/>         Managing Director,<br/>         Associate General<br/>         Counsel and Assistant<br/>         Secretary of Rittenhouse<br/>         Asset Management, Inc.<br/>         and Symphony Asset<br/>         Management LLC (since<br/>         2003); Assistant<br/>         Secretary, Santa Barbara<br/>         Asset Management LLC<br/>         (since 2006);<br/>         previously, Managing<br/>         Director (from 2002-<br/>         2004), General Counsel<br/>         and Assistant Secretary<br/>         of Nuveen Advisory Corp.<br/>         and Nuveen Institutional<br/>         Advisory Corp. (2);<br/>         Chartered Financial<br/>         Analyst.</p> | <p>175</p> |
|---|---|--|---|------------|

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| NAME, ADDRESS<br>AND BIRTHDATE | POSITION(S)<br>HELD WITH<br>FUND | TERM OF<br>OFFICE AND<br>LENGTH OF<br>TIME<br>SERVED (1) | PRINCIPAL OCCUPATION(S)<br>DURING PAST 5 YEARS | NUMBER OF<br>PORTFO-<br>LIOS<br>IN FUND<br>COMPLEX<br>SERVED BY<br>OFFICER |
|--------------------------------|----------------------------------|--|--|--|
|--------------------------------|----------------------------------|--|--|--|



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|  |   |   |  |            |
|--|---|---|--|------------|
| <p>Williams Adams IV 333<br/>West Wacker Drive<br/>Chicago, IL 60606<br/>(6/9/55)</p>      | <p>Vice President</p>                                 | <p>Term: Annual<br/>Length of<br/>Service:<br/>Since 2007</p> | <p>Executive Vice<br/>President, U.S.<br/>Structured Products of<br/>Nuveen Investments, LLC,<br/>(since 1999), prior<br/>thereto, Managing<br/>Director of Structured<br/>Investments.</p>  | <p>118</p> |
| <p>Julia L. Antonatos<br/>333 West Wacker Drive<br/>Chicago, IL 60606<br/>(9/22/63)</p>    | <p>Vice President</p>                                 | <p>Term: Annual<br/>Length of<br/>Service:<br/>Since 2004</p> | <p>Managing Director (since<br/>2005), formerly, Vice<br/>President, formerly,<br/>Assistant Vice President<br/>of Nuveen Investments,<br/>LLC; Chartered Financial<br/>Analyst.</p>   | <p>175</p> |
| <p>Cedric H. Antosiewicz<br/>333 West Wacker Drive<br/>Chicago, IL 60606<br/>(1/11/62)</p> | <p>Vice President</p>                                 | <p>Term: Annual<br/>Length of<br/>Service:<br/>Since 2007</p> | <p>Managing Director,<br/>(since 2004),<br/>previously, Vice<br/>President (1993-2004) of<br/>Nuveen Investments LLC.</p>  | <p>118</p> |
| <p>Michael T. Atkinson<br/>333 West Wacker Drive<br/>Chicago, IL 60606<br/>(2/3/66)</p>    | <p>Vice President<br/>and Assistant<br/>Secretary</p> | <p>Term: Annual<br/>Length of<br/>Service:<br/>Since 2002</p> | <p>Vice President (since<br/>2002), formerly<br/>Assistant Vice<br/>President, formerly,<br/>Associate of Nuveen<br/>Investments, LLC.</p>   | <p>175</p> |
| <p>Peter H. D'Arrigo 333<br/>West Wacker Drive<br/>Chicago, IL 60606<br/>(11/28/67)</p>    | <p>Vice President<br/>and Treasurer</p>               | <p>Term: Annual<br/>Length of<br/>Service:<br/>Since 1999</p> | <p>Vice President and<br/>Treasurer (since 1999)<br/>of Nuveen Investments,<br/>LLC and of Nuveen<br/>Investments, Inc.; Vice<br/>President and Treasurer<br/>of Nuveen Asset<br/>Management (since 2002)<br/>and of Nuveen<br/>Investments Advisers<br/>Inc. (since 2002);<br/>Assistant Treasurer of<br/>NWQ Investments<br/>Management Company, LLC.<br/>(since 2002); Vice<br/>President and Treasurer<br/>(since 2003) of Nuveen<br/>Rittenhouse Asset<br/>Management, Inc.; and<br/>Symphony Asset<br/>Management LLC;<br/>Treasurer (since 2006),<br/>Santa Barbara Asset<br/>Management LLC;<br/>formerly, Vice President<br/>and Treasurer (from 1999<br/>to 2004) of Nuveen<br/>Advisory Corp. and<br/>Nuveen Institutional<br/>Advisory Corp. (2);<br/>Chartered Financial<br/>Analyst.</p> | <p>175</p> |

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| NAME, ADDRESS<br>AND BIRTHDATE  | POSITION(S)<br>HELD WITH<br>FUND                     | TERM OF<br>OFFICE AND<br>LENGTH OF<br>TIME<br>SERVED (1) | PRINCIPAL OCCUPATION(S)<br>DURING PAST 5 YEARS   | NUMBER OF<br>PORTFO-<br>LIOS<br>IN FUND<br>COMPLEX<br>SERVED BY<br>OFFICER |
|---|--|--|--|--|
| Lorna C. Ferguson 333<br>West Wacker Drive<br>Chicago, IL 60606<br>(10/24/45)   | Vice President                                       | Term: Annual<br>Length of<br>Service:<br>Since 1998      | Managing Director (since<br>2004), formerly, Vice<br>President of Nuveen<br>Investments, LLC;<br>Managing Director of<br>Nuveen Asset Management;<br>formerly, Managing<br>Director (2004),<br>formerly, Vice President<br>of Nuveen Advisory Corp.<br>and Nuveen Institutional<br>Advisory Corp. (2)  | 175  |
| William M. Fitzgerald<br>333 West Wacker Drive<br>Chicago, IL 60606<br>(3/2/64) | Vice President                                       | Term: Annual<br>Length of<br>Service:<br>Since 1995      | Managing Director of<br>Nuveen Asset Management<br>(since 2001); Vice<br>President of Nuveen<br>Investments Advisers<br>Inc. (since 2002);<br>formerly, Managing<br>Director (from 2001 to<br>2004), formerly, Vice<br>President of Nuveen<br>Advisory Corp. and<br>Nuveen Institutional<br>Advisory Corp. (2);<br>Chartered Financial<br>Analyst. | 175  |
| Stephen D. Foy 333<br>West Wacker Drive<br>Chicago, IL 60606<br>(5/31/54)       | Vice President<br>and Controller                     | Term: Annual<br>Length of<br>Service:<br>Since 1993      | Vice President (since<br>1993) and Funds<br>Controller (since 1998)<br>of Nuveen Investments,<br>LLC; Vice President<br>(since 1998), formerly,<br>Funds Controller of<br>Nuveen Investments,<br>Inc.; Certified Public<br>Accountant.   | 175  |
| Walter M. Kelly 333<br>West Wacker Drive<br>Chicago, IL 60606<br>(2/24/70)      | Chief<br>Compliance<br>Officer and<br>Vice President | Term:<br>Annual<br>Length of<br>Service:<br>Since 2003   | Assistant Vice President<br>and Assistant General<br>Counsel (since 2003) of<br>Nuveen Investments, LLC;<br>formerly, Assistant Vice<br>President and Assistant<br>Secretary of the Nuveen<br>Funds (2003-2006);   | 175  |

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|  |                |   |  |     |
|--|----------------|---|--|-----|
| David J. Lamb 333<br>West Wacker Drive<br>Chicago, IL 60606<br>(3/22/63) | Vice President | Term: Annual<br>Length of<br>Service:<br>Since 2000 | previously, Associate<br>(2001-2003) at the law<br>firm of Vedder, Price,<br>Kaufman & Kammholz, P.C.<br>Vice President of Nuveen<br>Investments, LLC (since<br>2000); Certified Public<br>Accountant. | 175 |
|--|----------------|---|--|-----|

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| NAME, ADDRESS<br>AND BIRTHDATE   | POSITION(S)<br>HELD WITH<br>FUND             | TERM OF<br>OFFICE AND<br>LENGTH OF<br>TIME<br>SERVED (1) | PRINCIPAL OCCUPATION(S)<br>DURING PAST 5 YEARS  | NUMBER OF<br>PORTFO-<br>LIOS<br>IN FUND<br>COMPLEX<br>SERVED BY<br>OFFICER |
|--|--|--|---|--|
| Tina M. Lazar<br>333 West Wacker Drive<br>Chicago, IL 60606<br>(8/27/61)   | Vice President                               | Term: Annual<br>Length of<br>Service:<br>Since 2002      | Vice President of Nuveen<br>Investments, LLC (since<br>1999).   | 175  |
| Larry W. Martin 333<br>West Wacker Drive<br>Chicago, IL 60606<br>(7/27/51) | Vice President<br>and Assistant<br>Secretary | Term: Annual<br>Length of<br>Service:<br>Since 1988      | Vice President,<br>Assistant Secretary and<br>Assistant General<br>Counsel of Nuveen<br>Investments, LLC; Vice<br>President, Assistant<br>General Counsel and<br>Assistant Secretary of<br>Nuveen Investments,<br>Inc.; Vice President<br>(since 2005) and<br>Assistant Secretary<br>(since 1997) of Nuveen<br>Asset Management; Vice<br>President (since 2000),<br>Assistant Secretary and<br>Assistant General<br>Counsel (since 1998) of<br>Rittenhouse Asset<br>Management, Inc.; Vice<br>President and Assistant<br>Secretary of Nuveen<br>Investments Advisers<br>Inc. (since 2002);<br>Assistant Secretary of<br>NWQ Investment<br>Management Company, LLC.<br>(since 2002); and<br>Symphony Asset<br>Management LLC (since<br>2003); formerly, Vice | 175  |

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|  |                                 |  |  |     |
|--|---------------------------------|--|--|-----|
|  |                                 |  |  |     |
| Kevin J. McCarthy 333<br>West Wacker Drive<br>Chicago, IL 60606<br>(3/26/66) | Vice President<br>and Secretary | Term: Annual<br>Length of<br>Service:<br>Since 2007    | President and Assistant<br>Secretary of Nuveen<br>Advisory Corp. and<br>Nuveen Institutional<br>Advisory Corp. (2)<br>Vice President and<br>Assistant General<br>Counsel, Nuveen<br>Investments since 2007;<br>prior thereto, Partner,<br>Bell, Boyd & Lloyd LLP<br>since 1997 | 175 |
| John V. Miller<br>333 West Wacker Drive<br>Chicago, IL 60606<br>(4/10/67)    | Vice President                  | Term:<br>Annual<br>Length of<br>Service:<br>Since 2007 | Managing Director (since<br>2007), formerly, Vice<br>President (2002-2007) of<br>Nuveen Investments, LLC;<br>Chartered Financial<br>Analyst  | 175 |

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(1) Length of Service indicates the year the individual became an officer of a fund in the Nuveen fund complex.

(2) Nuveen Advisory Corp. and Nuveen Institutional Advisory Corp. were reorganized into Nuveen Asset Management, effective January 1, 2005.

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### AUDIT COMMITTEE REPORT

The audit committee of each Board is responsible for the oversight and monitoring of (1) the accounting and reporting policies, processes and practices, and the audit of the financial statements, of each Fund, and (2) the quality and integrity of the Funds' financial statements, and (3) the independent registered public accounting firm's qualifications, performance and independence. In its oversight capacity, the committee reviews each Fund's annual financial statements with both management and the independent registered public accounting firm and the committee meets periodically with the independent registered public accounting firm and internal auditors to consider their evaluation of each Fund's financial and internal controls. The committee also selects, retains, evaluates and may replace each Fund's independent registered public accounting firm. The committee is currently composed of five Board Members and operates under a written charter adopted and approved by each Board, a copy of which is attached as Appendix A. Each committee member meets the independence and experience requirements, as applicable, of the New York Stock Exchange, American Stock Exchange, Section 10A of the Securities Exchange Act of 1934 and the rules and regulations of the Securities and Exchange Commission.

The committee, in discharging its duties, has met with and held discussions with management and each Fund's independent registered public accounting firm. The committee has also reviewed and discussed the audited financial statements with management. Management has represented to the independent registered public accounting firm that each Fund's financial statements were prepared in accordance with generally accepted accounting principles. The committee has also discussed with the independent registered public accounting firm the matters required to be discussed by Statement on Auditing Standards ("SAS") No. 61

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(Communication with Audit Committees), as amended by SAS No. 90 (Audit Committee Communications). Each Fund's independent registered public accounting firm provided to the committee the written disclosure required by Independence Standards Board Standard No. 1 (Independence Discussions with Audit Committees), and the committee discussed with representatives of the independent registered public accounting firm their firm's independence. As provided in the Audit Committee Charter, it is not the committee's responsibility to determine, and the considerations and discussions referenced above do not ensure, that each Fund's financial statements are complete and accurate and presented in accordance with generally accepted accounting principles.

Based on the committee's review and discussions with management and the independent registered public accounting firm, the representations of management and the report of the independent registered public accounting firm to the committee, the committee has recommended that the Boards include the audited financial statements in each Fund's Annual Report.

The members of the committee are:

Robert P. Bremner  
 Jack B. Evans  
 David J. Kundert  
 William J. Schneider  
 Eugene S. Sunshine

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AUDIT AND RELATED FEES. The following tables provide the aggregate fees billed during each Fund's last two fiscal years by each Fund's independent registered accounting firm for engagements directly related to the operations and financial reporting of each Fund, including those relating (i) to each Fund for services provided to the Fund and (ii) to the Adviser and certain entities controlling, controlled by, or under common control with the Adviser that provide ongoing services to each Fund ("Adviser Entities").

|                              | AUDIT FEES (1)          |                         | AUDIT RELATED FEES (2)  |                         |                                 |                         |    |
|------------------------------|-------------------------|-------------------------|-------------------------|-------------------------|---------------------------------|-------------------------|----|
|                              | FUND                    |                         | FUND                    |                         | ADVISER AND<br>ADVISER ENTITIES |                         |    |
|                              | FISCAL<br>YEAR<br>ENDED | FISCAL<br>YEAR<br>ENDED | FISCAL<br>YEAR<br>ENDED | FISCAL<br>YEAR<br>ENDED | FISCAL<br>YEAR<br>ENDED         | FISCAL<br>YEAR<br>ENDED |    |
|                              | 2005                    | 2006                    | 2005                    | 2006                    | 2005                            | 2006                    |    |
| Municipal Value              | \$51,752                | \$55,927                | \$0                     | \$0                     | \$0                             | \$0                     | \$ |
| Municipal Income             | 7,729                   | 8,250                   | 0                       | 0                       | 0                               | 0                       |    |
| Premium Income               | 40,369                  | 43,097                  | 0                       | 0                       | 0                               | 0                       |    |
| Performance Plus             | 38,788                  | 41,290                  | 0                       | 0                       | 0                               | 0                       |    |
| Municipal Advantage          | 30,029                  | 31,881                  | 0                       | 0                       | 0                               | 0                       |    |
| Municipal Market Opportunity | 30,822                  | 32,827                  | 0                       | 0                       | 0                               | 0                       |    |
| Investment Quality           | 25,808                  | 27,370                  | 0                       | 0                       | 0                               | 0                       |    |
| Insured Quality              | 26,968                  | 28,568                  | 0                       | 0                       | 0                               | 0                       |    |

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|                               |        |        |   |   |   |   |
|-------------------------------|--------|--------|---|---|---|---|
| Select Quality                | 24,564 | 26,123 | 0 | 0 | 0 | 0 |
| Quality Income                | 35,729 | 38,044 | 0 | 0 | 0 | 0 |
| Insured Municipal Opportunity | 51,443 | 54,258 | 0 | 0 | 0 | 0 |
| Premier Municipal             | 16,612 | 17,717 | 0 | 0 | 0 | 0 |
| Premier Insured               | 16,517 | 17,475 | 0 | 0 | 0 | 0 |
| Premium Income 2              | 28,383 | 30,277 | 0 | 0 | 0 | 0 |
| Premium Income 4              | 27,106 | 29,007 | 0 | 0 | 0 | 0 |
| Insured Premium Income 2      | 24,344 | 25,811 | 0 | 0 | 0 | 0 |
| Dividend Advantage            | 26,714 | 28,471 | 0 | 0 | 0 | 0 |
| Dividend Advantage 2          | 21,675 | 23,216 | 0 | 0 | 0 | 0 |
| Dividend Advantage 3          | 27,440 | 29,311 | 0 | 0 | 0 | 0 |
| Insured Dividend Advantage    | 21,890 | 23,278 | 0 | 0 | 0 | 0 |
| Insured Tax-Free Advantage    | 15,435 | 16,438 | 0 | 0 | 0 | 0 |
| Municipal High Income         | 17,462 | 18,929 | 0 | 0 | 0 | 0 |

ALL OTHER FEES (4)

|                               | FUND                            |                                 | ADVISER AND<br>ADVISER ENTITIES |                                 |
|-------------------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|
|                               | FISCAL<br>YEAR<br>ENDED<br>2005 | FISCAL<br>YEAR<br>ENDED<br>2006 | FISCAL<br>YEAR<br>ENDED<br>2005 | FISCAL<br>YEAR<br>ENDED<br>2006 |
| Municipal Value               | \$ 0                            | \$ 0                            | \$0                             | \$0                             |
| Municipal Income              | 0                               | 0                               | 0                               | 0                               |
| Premium Income                | 2,750                           | 2,950                           | 0                               | 0                               |
| Performance Plus              | 2,750                           | 2,950                           | 0                               | 0                               |
| Municipal Advantage           | 2,750                           | 2,950                           | 0                               | 0                               |
| Municipal Market Opportunity  | 2,750                           | 2,950                           | 0                               | 0                               |
| Investment Quality            | 2,750                           | 2,950                           | 0                               | 0                               |
| Insured Quality               | 2,750                           | 2,950                           | 0                               | 0                               |
| Select Quality                | 2,750                           | 2,950                           | 0                               | 0                               |
| Quality Income                | 2,750                           | 2,950                           | 0                               | 0                               |
| Insured Municipal Opportunity | 2,750                           | 2,950                           | 0                               | 0                               |
| Premier Municipal             | 2,750                           | 2,950                           | 0                               | 0                               |
| Premier Insured               | 2,750                           | 2,950                           | 0                               | 0                               |
| Premium Income 2              | 2,750                           | 2,950                           | 0                               | 0                               |
| Premium Income 4              | 2,750                           | 2,950                           | 0                               | 0                               |
| Insured Premium Income 2      | 2,750                           | 2,950                           | 0                               | 0                               |
| Dividend Advantage            | 2,750                           | 2,950                           | 0                               | 0                               |
| Dividend Advantage 2          | 2,750                           | 2,950                           | 0                               | 0                               |
| Dividend Advantage 3          | 2,750                           | 2,950                           | 0                               | 0                               |
| Insured Dividend Advantage    | 2,750                           | 2,950                           | 0                               | 0                               |
| Insured Tax-Free Advantage    | 2,750                           | 2,950                           | 0                               | 0                               |
| Municipal High Income         | 650                             | 700                             | 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

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- 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. Amounts reported for each respective Fund under the column heading "Advisor and Advisor Entities" represents amounts billed to the Adviser, by each Fund's independent registered public accounting firm, exclusively for the preparation of the Fund's tax return, the cost of which is borne by the Adviser. In the aggregate, for all Nuveen funds, these fees amounted to \$161,400.
  - (4) "All Other Fees" are the aggregate fees billed for products and services other than "Audit Fees," "Audit Related Fees" and "Tax Fees."

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|                      | AUDIT FEES (1)                  |                                 | AUDIT RELATED FEES (2)          |                                 |                                    |                                 | TAX FEES (3)                    |                                 |                                    |
|----------------------|---------------------------------|---------------------------------|---------------------------------|---------------------------------|------------------------------------|---------------------------------|---------------------------------|---------------------------------|------------------------------------|
|                      | FUND                            |                                 | FUND                            |                                 | ADVISER AND<br>ADVISER<br>ENTITIES |                                 | FUND                            |                                 | ADVISER AND<br>ADVISER<br>ENTITIES |
|                      | FISCAL<br>YEAR<br>ENDED<br>2006 | FISCAL<br>YEAR<br>ENDED<br>2007 | FISCAL<br>YEAR<br>ENDED<br>2006 | FISCAL<br>YEAR<br>ENDED<br>2007 | FISCAL<br>YEAR<br>ENDED<br>2006    | FISCAL<br>YEAR<br>ENDED<br>2007 | FISCAL<br>YEAR<br>ENDED<br>2006 | FISCAL<br>YEAR<br>ENDED<br>2007 | FISCAL<br>YEAR<br>ENDED<br>2006    |
|                      |                                 |                                 |                                 |                                 |                                    |                                 |                                 |                                 |                                    |
| Select Maturities    | \$ 9,192                        | \$ 9,674                        | \$0                             | \$0                             | \$0                                | \$0                             | \$405                           | \$0                             | \$0                                |
| Select Portfolio     | 12,030                          | 12,684                          | 0                               | 0                               | 0                                  | 0                               | 410                             | 0                               | 0                                  |
| Select Portfolio 2   | 12,400                          | 13,103                          | 0                               | 0                               | 0                                  | 0                               | 410                             | 0                               | 0                                  |
| Select Portfolio 3   | 10,680                          | 11,265                          | 0                               | 0                               | 0                                  | 0                               | 407                             | 0                               | 0                                  |
| California Portfolio | 8,327                           | 8,778                           | 0                               | 0                               | 0                                  | 0                               | 404                             | 0                               | 0                                  |
| New York Portfolio   | 7,432                           | 7,825                           | 0                               | 0                               | 0                                  | 0                               | 402                             | 0                               | 0                                  |

|  | ALL OTHER<br>FEES (4)              |                                 |
|--|------------------------------------|---------------------------------|
|  | ADVISER AND<br>ADVISER<br>ENTITIES |                                 |
|  | FISCAL<br>YEAR<br>ENDED<br>2006    | FISCAL<br>YEAR<br>ENDED<br>2007 |
|  |                                    |                                 |

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|                      |     |     |
|----------------------|-----|-----|
| Select Maturities    | \$0 | \$0 |
| Select Portfolio     | 0   | 0   |
| Select Portfolio 2   | 0   | 0   |
| Select Portfolio 3   | 0   | 0   |
| California Portfolio | 0   | 0   |
| New York Portfolio   | 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. Amounts reported for each respective Fund under the column heading "Advisor and Advisor Entities" represents amounts billed to the Adviser, by each Fund's independent registered accounting firm, exclusively for the preparation of the Fund's tax return, the cost of which is borne by the Adviser. In the aggregate, for all Nuveen funds, these fees amounted to \$161,400.
  - (4) "All Other Fees" are the aggregate fees billed for products and services other than "Audit Fees," "Audit Related Fees" and "Tax Fees."

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NON-AUDIT FEES. The following tables provide the aggregate non-audit fees billed by each Fund's independent registered accounting firm for services rendered to each Fund, the Adviser and the Adviser Entities during each Fund's last two fiscal years.

| FUND                         | TOTAL NON-AUDIT FEES BILLED TO FUND |                        | TOTAL NON-AUDIT FEES BILLED TO ADVISER AND ADVISER ENTITIES (ENGAGEMENTS RELATED DIRECTLY TO THE OPERATIONS AND FINANCIAL REPORTING OF FUND) |                        | TOTAL ADVISER ENTITIES (A) |
|------------------------------|-------------------------------------|------------------------|--|------------------------|----------------------------|
|                              | FISCAL YEAR ENDED 2005              | FISCAL YEAR ENDED 2006 | FISCAL YEAR ENDED 2005   | FISCAL YEAR ENDED 2006 | FISCAL YEAR ENDED 2006     |
|                              | Municipal Value                     | \$ 619                 | \$ 400   | \$2,200                | \$0                        |
| Municipal Income             | 410                                 | 400                    | 2,200  | 0                      |                            |
| Premium Income               | 3,316                               | 3,350                  | 2,200  | 0                      |                            |
| Performance Plus             | 3,309                               | 3,350                  | 2,200  | 0                      |                            |
| Municipal Advantage          | 3,266                               | 3,350                  | 2,200  | 0                      |                            |
| Municipal Market Opportunity | 3,270                               | 3,350                  | 2,200  | 0                      |                            |



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|                               |       |       |       |   |
|-------------------------------|-------|-------|-------|---|
| Investment Quality            | 3,247 | 3,350 | 2,200 | 0 |
| Insured Quality               | 3,252 | 3,350 | 2,200 | 0 |
| Select Quality                | 3,240 | 3,350 | 2,200 | 0 |
| Quality Income                | 3,294 | 3,350 | 2,200 | 0 |
| Insured Municipal Opportunity | 3,369 | 3,350 | 2,200 | 0 |
| Premier Municipal             | 3,203 | 3,350 | 2,200 | 0 |
| Premier Insured               | 3,202 | 3,350 | 2,200 | 0 |
| Premium Income 2              | 3,259 | 3,350 | 2,200 | 0 |
| Premium Income 4              | 3,253 | 3,350 | 2,200 | 0 |
| Insured Premium Income 2      | 3,240 | 3,350 | 2,200 | 0 |
| Dividend Advantage            | 4,166 | 3,350 | 2,200 | 0 |
| Dividend Advantage 2          | 4,090 | 3,350 | 2,200 | 0 |
| Dividend Advantage 3          | 4,195 | 3,350 | 2,200 | 0 |
| Insured Dividend Advantage    | 4,106 | 3,350 | 2,200 | 0 |
| Insured Tax-Free Advantage    | 3,697 | 3,350 | 2,200 | 0 |
| Municipal High Income         | 1,106 | 1,100 | 2,200 | 0 |

TOTAL

| FUND | FISCAL YEAR<br>ENDED 2005 | FISCAL YEAR<br>ENDED 2006 |
|------|---------------------------|---------------------------|
|------|---------------------------|---------------------------|

|                               |         |        |
|-------------------------------|---------|--------|
| Municipal Value               | \$2,819 | \$ 400 |
| Municipal Income              | 2,610   | 400    |
| Premium Income                | 5,516   | 3,350  |
| Performance Plus              | 5,509   | 3,350  |
| Municipal Advantage           | 5,466   | 3,350  |
| Municipal Market Opportunity  | 5,470   | 3,350  |
| Investment Quality            | 5,447   | 3,350  |
| Insured Quality               | 5,452   | 3,350  |
| Select Quality                | 5,440   | 3,350  |
| Quality Income                | 5,494   | 3,350  |
| Insured Municipal Opportunity | 5,569   | 3,350  |
| Premier Municipal             | 5,403   | 3,350  |
| Premier Insured               | 5,402   | 3,350  |
| Premium Income 2              | 5,459   | 3,350  |
| Premium Income 4              | 5,453   | 3,350  |
| Insured Premium Income 2      | 5,440   | 3,350  |
| Dividend Advantage            | 6,366   | 3,350  |
| Dividend Advantage 2          | 6,290   | 3,350  |
| Dividend Advantage 3          | 6,395   | 3,350  |
| Insured Dividend Advantage    | 6,306   | 3,350  |
| Insured Tax-Free Advantage    | 5,897   | 3,350  |
| Municipal High Income         | 3,306   | 1,100  |

| FUND                 | TOTAL NON-AUDIT FEES BILLED TO FUND |                        | TOTAL NON-AUDIT FEES BILLED TO ADVISER AND ADVISER ENTITIES (ENGAGEMENTS RELATED DIRECTLY TO THE OPERATIONS AND FINANCIAL REPORTING OF FUND) |                        | TOTAL ADVISER (A) FISCAL YEAR ENDED |
|----------------------|-------------------------------------|------------------------|--|------------------------|-------------------------------------|
|                      | FISCAL YEAR ENDED 2006              | FISCAL YEAR ENDED 2007 | FISCAL YEAR ENDED 2006   | FISCAL YEAR ENDED 2007 |                                     |
|                      | Select Maturities                   | \$405                  | \$0  | \$0                    |                                     |
| Select Portfolio     | 410                                 | 0                      | 0  | 0                      |                                     |
| Select Portfolio 2   | 410                                 | 0                      | 0  | 0                      |                                     |
| Select Portfolio 3   | 407                                 | 0                      | 0  | 0                      |                                     |
| California Portfolio | 404                                 | 0                      | 0  | 0                      |                                     |
| New York Portfolio   | 402                                 | 0                      | 0  | 0                      |                                     |

| FUND                 | TOTAL                  |                        |
|----------------------|------------------------|------------------------|
|                      | FISCAL YEAR ENDED 2006 | FISCAL YEAR ENDED 2007 |
| Select Maturities    | \$405                  | \$0                    |
| Select Portfolio     | 410                    | 0                      |
| Select Portfolio 2   | 410                    | 0                      |
| Select Portfolio 3   | 407                    | 0                      |
| California Portfolio | 404                    | 0                      |
| New York Portfolio   | 402                    | 0                      |

AUDIT COMMITTEE PRE-APPROVAL POLICIES AND PROCEDURES. Generally, the audit committee must approve each Fund's independent registered public accounting firm's engagements (i) with the Fund for audit or non-audit services and (ii) with the Adviser and Adviser Entities for non-audit services if the engagement relates directly to the operations and financial reporting of the Fund. Regarding tax and research projects conducted by the independent registered public accounting firm for each Fund and the Adviser and Adviser Entities (with respect to the operations and financial reporting of each 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

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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.

For engagements with each Fund's independent registered public accounting firm entered into on or after May 6, 2003, the audit committee approved in advance all audit services and non-audit services that the independent registered public accounting firm provided to each Fund and to the Adviser and Adviser Entities (with respect to the operations and financial reporting of each Fund). None of the services rendered by the independent registered accounting firm to each Fund or the Adviser or Adviser Entities were pre-approved by the audit committee pursuant to the pre-approval exception under Rule 2.01(c) (7) (i) (C) or Rule 2.01(c) (7) (ii) of Regulation S-X.

### ADDITIONAL INFORMATION

#### APPOINTMENT OF THE INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

Each Board has appointed Ernst & Young LLP as independent registered public accounting firm to audit the books and records of each Fund for its fiscal year. A representative of Ernst & Young LLP will be present at the Annual Meetings to make a statement, if such representative so desires, and to respond to shareholders' questions. Ernst & Young LLP has informed each Fund that it has no direct or indirect material financial interest in the Funds, Nuveen, the Adviser or any other investment company sponsored by Nuveen.

#### SECTION 16(a) BENEFICIAL INTEREST REPORTING COMPLIANCE

Section 30(h) of the 1940 Act and Section 16(a) of the 1934 Act require Board Members and officers, the Adviser, affiliated persons of the Adviser and persons who own more than 10% of a registered class of a Fund's equity securities to file forms reporting their affiliation with that Fund and reports of ownership and changes in ownership of that Fund's shares with the Securities and Exchange Commission (the "SEC") and the New York Stock Exchange or American Stock Exchange, as applicable. These persons and entities are required by SEC regulation to furnish the Funds with copies of all Section 16(a) forms they file. Based on a review of these forms furnished to each Fund, each Fund believes that its Board Members and officers, investment adviser and affiliated persons of the investment adviser have complied with all applicable Section 16(a) filing requirements during its last fiscal year. To the knowledge of management of the Funds, no shareholder of a Fund owns more than 10% of a registered class of a Fund's equity securities.

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#### INFORMATION ABOUT THE ADVISER

The Adviser, located at 333 West Wacker Drive, Chicago, Illinois 60606, serves as investment adviser and manager for each Fund. The Adviser is a wholly-owned subsidiary of Nuveen, 333 West Wacker Drive, Chicago, Illinois 60606. Founded in 1898, Nuveen and its affiliates had \$166 billion of assets under management as of March 31, 2007. Nuveen is a publicly-traded company and is listed on the New York Stock Exchange and trades under the symbol "JNC".

On June 20, 2007, Nuveen announced that it had entered into a definitive Agreement and Plan of Merger ("Merger Agreement") to be acquired by an investor group majority-led by Madison Dearborn Partners, LLC. Madison Dearborn Partners, LLC is a private equity investment firm based in Chicago, Illinois. The investor group's financial advisors and investors include Merrill Lynch and Merrill Lynch

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Global Private Equity, Wachovia and Wachovia Capital Partners, LLC, Citi, Deutsche Bank and Deutsche Bank Investment Partners and Morgan Stanley. The merger is expected to be completed by the end of the year, subject to customary conditions, including obtaining the approval of Nuveen's stockholders, obtaining necessary fund and client consents sufficient to satisfy the terms of the Merger Agreement and expiration of certain regulatory waiting periods. The obligation of the investor group to consummate the merger is not conditioned on its obtaining financing. The Merger Agreement includes a "go shop" provision through July 19, 2007 during which Nuveen may actively solicit and negotiate competing takeover proposals. There can be no assurance that the merger described above will be consummated as contemplated or that necessary shareholder approvals will be obtained.

The consummation of the merger will be deemed to be an "assignment" (as defined in the 1940 Act) of the investment management agreement between each Fund and the Adviser, and will result in the automatic termination of each agreement. It is anticipated that the Board of each Fund will consider a new investment management agreement with the Adviser prior to the consummation of the merger. If approved by the Board, the new agreements would be presented to each Fund's shareholders for approval, and, if so approved by shareholders, would take effect upon consummation of the merger.

### SHAREHOLDER PROPOSALS

To be considered for presentation at the annual meeting of shareholders of the Funds to be held in 2008, a shareholder proposal submitted pursuant to Rule 14a-8 of the 1934 Act must be received at the offices of that Fund, 333 West Wacker Drive, Chicago, Illinois 60606, not later than February 29, 2008. A shareholder wishing to provide notice in the manner prescribed by Rule 14a-4(c)(1) of a proposal submitted outside of the process of Rule 14a-8 must, pursuant to each Fund's By-Laws, submit such written notice to the Fund not later than May 14, 2008 or prior to April 29, 2008. Timely submission of a proposal does not mean that such proposal will be included in a proxy statement.

### SHAREHOLDER COMMUNICATIONS

Fund shareholders who want to communicate with the Board or any individual Board Member should write to the attention of Lorna Ferguson, Manager of Fund Board Relations, Nuveen Investments, 333 West Wacker Drive, Chicago, Illinois 60606. The letter should indicate that you are a Fund shareholder and note the fund or funds that you own. If the communication is intended for a specific Board Member and so indicates it will be sent only to that Board Member. If a communication does not indicate a specific Board Member and so indicates it will

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be sent to the Lead Independent Director and the outside counsel to the Independent Board Members for further distribution as deemed appropriate by such persons.

### EXPENSES OF PROXY SOLICITATION

The cost of preparing, printing and mailing the enclosed proxy, accompanying notice and proxy statement will be paid by the Funds pro rata based on the number of shareholder accounts. Additional solicitation may be made by letter or telephone by officers or employees of Nuveen or the Adviser, or by dealers and their representatives.

### FISCAL YEAR

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The last fiscal year end for each Fund (except Select Maturities, Select Portfolio, Select Portfolio 2, Select Portfolio 3, California Portfolio and New York Portfolio) was October 31, 2006. The last fiscal year end for Select Maturities, Select Portfolio, Select Portfolio 2, Select Portfolio 3, California Portfolio and New York Portfolio was March 31, 2007.

### ANNUAL REPORT DELIVERY

Annual reports will be sent to shareholders of record of each Fund following each Fund's fiscal year end. Each Fund will furnish, without charge, a copy of its annual report and/or semi-annual report as available upon request. Such written or oral requests should be directed to such Fund at 333 West Wacker Drive, Chicago, Illinois 60606 or by calling 1-800-257-8787.

Please note that only one annual report or proxy statement may be delivered to two or more shareholders of a Fund who share an address, unless the Fund has received instructions to the contrary. To request a separate copy of an annual report or proxy statement, or for instructions as to how to request a separate copy of such documents or as to how to request a single copy if multiple copies of such documents are received, shareholders should contact the applicable Fund at the address and phone number set forth above.

### GENERAL

Management does not intend to present and does not have reason to believe that any other items of business will be presented at the Annual Meetings. However, if other matters are properly presented to the Annual Meetings for a vote, the proxies will be voted by the persons acting under the proxies upon such matters in accordance with their judgment of the best interests of the Fund.

A list of shareholders entitled to be present and to vote at each Annual Meeting will be available at the offices of the Funds, 333 West Wacker Drive, Chicago, Illinois, for inspection by any shareholder during regular business hours beginning ten days prior to the date of the Annual Meeting.

Failure of a quorum to be present at any Annual Meeting will necessitate adjournment and will subject that Fund to additional expense. The persons named in the enclosed proxy may also move for an adjournment of any Annual Meeting to permit further solicitation of proxies with respect to the proposal if they determine that adjournment and further solicitation is reasonable and in the best interests of the shareholders. Under each Fund's By-Laws, an

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adjournment of a meeting requires the affirmative vote of a majority of the shares present in person or represented by proxy at the meeting.

IF YOU CANNOT BE PRESENT AT THE MEETING, YOU ARE REQUESTED TO FILL IN, SIGN AND RETURN THE ENCLOSED PROXY PROMPTLY. NO POSTAGE IS REQUIRED IF MAILED IN THE UNITED STATES.

Kevin J. McCarthy  
Vice President and Secretary  
June 28, 2007

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NUVEEN FUND BOARD  
AUDIT COMMITTEE CHARTER

## I. ORGANIZATION AND MEMBERSHIP

There shall be a committee of each Board of Directors/Trustees (the "Board") of the Nuveen Management Investment Companies (the "Funds" or, individually, a "Fund") to be known as the Audit Committee. The Audit Committee shall be comprised of at least three Directors/Trustees. Audit Committee members shall be independent of the Funds and free of any relationship that, in the opinion of the Directors/Trustees, would interfere with their exercise of independent judgment as an Audit Committee member. In particular, each member must meet the independence and experience requirements applicable to the Funds of the exchanges on which shares of the Funds are listed, Section 10a of the Securities Exchange Act of 1934 (the "Exchange Act"), and the rules and regulations of the Securities and Exchange Commission (the "Commission"). Each such member of the Audit Committee shall have a basic understanding of finance and accounting, be able to read and understand fundamental financial statements, and be financially literate, and at least one such member shall have accounting or related financial management expertise, in each case as determined by the Directors/Trustees, exercising their business judgment (this person may also serve as the Audit Committee's "financial expert" as defined by the Commission). The Board shall appoint the members and the Chairman of the Audit Committee, on the recommendation of the Nominating and Governance Committee. The Audit Committee shall meet periodically but in any event no less frequently than on a semi-annual basis. Except for the Funds, Audit Committee members shall not serve simultaneously on the audit committees of more than two other public companies.

## II. STATEMENT OF POLICY, PURPOSE AND PROCESSES

The Audit Committee shall assist the Board in oversight and monitoring of (1) the accounting and reporting policies, processes and practices, and the audits of the financial statements, of the Funds; (2) the quality and integrity of the financial statements of the Funds; (3) the Funds' compliance with legal and regulatory requirements, (4) the independent auditors' qualifications, performance and independence; and (5) oversight of the Pricing Procedures of the Funds and the Valuation Group. In exercising this oversight, the Audit Committee can request other committees of the Board to assume responsibility for some of the monitoring as long as the other committees are composed exclusively of independent directors.

In doing so, the Audit Committee shall seek to maintain free and open means of communication among the Directors/Trustees, the independent auditors, the internal auditors and the management of the Funds. The Audit Committee shall meet periodically with Fund management, the Funds' internal auditor, and the Funds' independent auditors, in separate executive sessions. The Audit Committee shall prepare reports of the Audit Committee as required by the Commission to be included in the Fund's annual proxy statements or otherwise.

The Audit Committee shall have the authority and resources in its discretion to retain special legal, accounting or other consultants to advise the Audit Committee and to otherwise discharge its responsibilities, including appropriate funding as determined by the Audit Committee for compensation to independent auditors engaged for the purpose of preparing or issuing an audit report or performing other audit, review or attest services for a Fund,

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compensation to advisers employed by the Audit Committee, and ordinary administrative expenses of the Audit Committee that are necessary or appropriate in carrying out its duties, as determined in its discretion. The Audit Committee may request any officer or employee of Nuveen Investments, Inc. (or its affiliates) (collectively, "Nuveen") or the Funds' independent auditors or outside counsel to attend a meeting of the Audit Committee or to meet with any members of, or consultants to, the Audit Committee. The Funds' independent auditors and internal auditors shall have unrestricted accessibility at any time to Committee members.

### RESPONSIBILITIES

Fund management has the primary responsibility to establish and maintain systems for accounting, reporting, disclosure and internal control.

The independent auditors have the primary responsibility to plan and implement an audit, with proper consideration given to the accounting, reporting and internal controls. Each independent auditor engaged for the purpose of preparing or issuing an audit report or performing other audit, review or attest services for the Funds shall report directly to the Audit Committee. The independent auditors are ultimately accountable to the Board and the Audit Committee. It is the ultimate responsibility of the Audit Committee to select, appoint, retain, evaluate, oversee and replace any independent auditors and to determine their compensation, subject to ratification of the Board, if required. These Audit Committee responsibilities may not be delegated to any other Committee or the Board.

The Audit Committee is responsible for the following:

#### WITH RESPECT TO FUND FINANCIAL STATEMENTS:

1. Reviewing and discussing the annual audited financial statements and semi-annual financial statements with Fund management and the independent auditors including major issues regarding accounting and auditing principles and practices, and the Funds' disclosures in its periodic reports under "Management's Discussion and Analysis."
2. Requiring the independent auditors to deliver to the Chairman of the Audit Committee a timely report on any issues relating to the significant accounting policies, management judgments and accounting estimates or other matters that would need to be communicated under Statement on Auditing Standards (sas) No. 90, Audit Committee Communications (which amended sas No. 61, Communication with Audit Committees), that arise during the auditors' review of the Funds' financial statements, which information the Chairman shall further communicate to the other members of the Audit Committee, as deemed necessary or appropriate in the Chairman's judgment.
3. Discussing with management the Funds' press releases regarding financial results and dividends, as well as financial information and earnings guidance provided to analysts and rating agencies. This discussion may be done generally, consisting of discussing the types of information to be disclosed and the types of presentations to be made. The Chairman of the Audit Committee shall be authorized to have these discussions with management on behalf of the Audit Committee.

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4. Discussing with management and the independent auditors (a) significant

financial reporting issues and judgments made in connection with the preparation and presentation of the Funds' financial statements, including any significant changes in the Funds' selection or application of accounting principles and any major issues as to the adequacy of the Funds' internal controls and any special audit steps adopted in light of material control deficiencies; and (b) analyses prepared by Fund management and/or the independent auditor setting forth significant financial reporting issues and judgments made in connection with the preparation of the financial statements, including analyses of the effects of alternative gaap methods on the financial statements.

5. Discussing with management and the independent auditors the effect of regulatory and accounting initiatives on the Funds' financial statements.
6. Reviewing and discussing reports, both written and oral, from the independent auditors and/or Fund management regarding (a) all critical accounting policies and practices to be used; (b) all alternative treatments of financial information within generally accepted accounting principles that have been discussed with management, ramifications of the use of such alternative treatments and disclosures, and the treatment preferred by the independent auditors; and (c) other material written communications between the independent auditors and management, such as any management letter or schedule of unadjusted differences.
7. Discussing with Fund management the Funds' major financial risk exposures and the steps management has taken to monitor and control these exposures, including the Funds' risk assessment and risk management policies and guidelines. In fulfilling its obligations under this paragraph, the Audit Committee may review in a general manner the processes other Board committees have in place with respect to risk assessment and risk management.
8. Reviewing disclosures made to the Audit Committee by the Funds' principal executive officer and principal financial officer during their certification process for the Funds' periodic reports about any significant deficiencies in the design or operation of internal controls or material weaknesses therein and any fraud involving management or other employees who have a significant role in the Funds' internal controls. In fulfilling its obligations under this paragraph, the Audit Committee may review in a general manner the processes other Board committees have in place with respect to deficiencies in internal controls, material weaknesses, or any fraud associated with internal controls.

WITH RESPECT TO THE INDEPENDENT AUDITORS:

1. Selecting, appointing, retaining or replacing the independent auditors, subject, if applicable, only to Board and shareholder ratification; and compensating, evaluating and overseeing the work of the independent auditor (including the resolution of disagreements between Fund management and the independent auditor regarding financial reporting).
2. Meeting with the independent auditors and Fund management to review the scope, fees, audit plans and staffing for the audit, for the current year. At the conclusion of the audit, reviewing such audit results, including the independent auditors'



evaluation of the Funds' financial and internal controls, any comments or recommendations of the independent auditors, any audit problems or difficulties and management's response, including any restrictions on the scope of the independent auditor's activities or on access to requested information, any significant disagreements with management, any accounting adjustments noted or proposed by the auditor but not made by the Fund, any communications between the audit team and the audit firm's national office regarding auditing or accounting issues presented by the engagement, any significant changes required from the originally planned audit programs and any adjustments to the financial statements recommended by the auditors.

3. Pre-approving all audit services and permitted non-audit services, and the terms thereof, to be performed for the Funds by their independent auditors, subject to the de minimis exceptions for non-audit services described in Section 10a of the Exchange Act that the Audit Committee approves prior to the completion of the audit, in accordance with any policies or procedures relating thereto as adopted by the Board or the Audit Committee. The Chairman of the Audit Committee shall be authorized to give pre-approvals of such non-audit services on behalf of the Audit Committee.
4. Obtaining and reviewing a report or reports from the independent auditors at least annually (including a formal written statement delineating all relationships between the auditors and the Funds consistent with Independent Standards Board Standard 1, as may be amended, restated, modified or replaced) regarding (a) the independent auditor's internal quality-control procedures; (b) any material issues raised by the most recent internal quality-control review, or peer review, of the firm, or by any inquiry or investigation by governmental or professional authorities within the preceding five years, respecting one or more independent audits carried out by the firm; (c) any steps taken to deal with any such issues; and (d) all relationships between the independent auditor and the Funds and their affiliates, in order to assist the Audit committee in assessing the auditor's independence. After reviewing the foregoing report[s] and the independent auditor's work throughout the year, the Audit Committee shall be responsible for evaluating the qualifications, performance and independence of the independent auditor and their compliance with all applicable requirements for independence and peer review, and a review and evaluation of the lead partner, taking into account the opinions of Fund management and the internal auditors, and discussing such reports with the independent auditors. The Audit Committee shall present its conclusions with respect to the independent auditor to the Board.
5. Reviewing any reports from the independent auditors mandated by Section 10a(b) of the Exchange Act regarding any illegal act detected by the independent auditor (whether or not perceived to have a material effect on the Funds' financial statements) and obtaining from the independent auditors any information about illegal acts in accordance with Section 10a(b).
6. Ensuring the rotation of the lead (or coordinating) audit partner having primary responsibility for the audit and the audit partner responsible for reviewing the audit as required by law, and further considering the rotation of the independent auditor firm itself.

7. Establishing and recommending to the Board for ratification policies for the Funds', Fund management or the Fund adviser's hiring of employees or former employees of the independent auditor who participated in the audits of the Funds.
8. Taking, or recommending that the Board take, appropriate action to oversee the independence of the outside auditor.

WITH RESPECT TO ANY INTERNAL AUDITOR:

1. Reviewing the proposed programs of the internal auditor for the coming year. It is not the obligation or responsibility of the Audit Committee to confirm the independence of any Nuveen internal auditors performing services relating to the Funds or to approve any termination or replacement of the Nuveen Manager of Internal Audit.
2. Receiving a summary of findings from any completed internal audits pertaining to the Funds and a progress report on the proposed internal audit plan for the Funds, with explanations for significant deviations from the original plan.

WITH RESPECT TO PRICING AND VALUATION OVERSIGHT:

1. The Board has responsibilities regarding the pricing of a Fund's securities under the 1940 Act. The Board has delegated this responsibility to the Committee to address valuation issues that arise between Board meetings, subject to the Board's general supervision of such actions. The Committee is primarily responsible for the oversight of the Pricing Procedures and actions taken by the internal Valuation Group ("Valuation Matters"). The Valuation Group will report on Valuation Matters to the Committee and/or the Board of Directors/Trustees, as appropriate.
2. Performing all duties assigned to it under the Funds' Pricing Procedures, as such may be amended from time to time.
3. Periodically reviewing and making recommendations regarding modifications to the Pricing Procedures as well as consider recommendations by the Valuation Group regarding the Pricing Procedures.
4. Reviewing any issues relating to the valuation of a Fund's securities brought to the Committee's attention, including suspensions in pricing, pricing irregularities, price overrides, self-pricing, nav errors and corrections thereto, and other pricing matters. In this regard, the Committee should consider the risks to the Funds in assessing the possible resolutions of these Valuation Matters.
5. Evaluating, as it deems necessary or appropriate, the performance of any pricing agent and recommend changes thereto to the full Board.
6. Reviewing any reports or comments from examinations by regulatory authorities relating to Valuation Matters of the Funds and consider management's responses to any such comments and, to the extent the Committee deems necessary or appropriate, propose to management and/or the full Board the modification of the Fund's policies and procedures relating to such matters. The Committee, if deemed necessary or desirable, may also meet with regulators.

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7. Meeting with members of management of the Funds, outside counsel, or others in fulfilling its duties hereunder, including assessing the continued appropriateness and adequacy of the Pricing Procedures, eliciting any recommendations for improvements of such procedures or other Valuation Matters, and assessing the possible resolutions of issues regarding Valuation Matters brought to its attention.
8. Performing any special review, investigations or oversight responsibilities relating to Valuation as requested by the Board of Directors/Trustees.
9. Investigating or initiating an investigation of reports of improprieties or suspected improprieties in connection with the Fund's policies and procedures relating to Valuation Matters not otherwise assigned to another Board committee.

OTHER RESPONSIBILITIES:

1. Reviewing with counsel to the Funds, counsel to Nuveen, the Fund adviser's counsel and independent counsel to the Board legal matters that may have a material impact on the Fund's financial statements or compliance policies.
2. Receiving and reviewing periodic or special reports issued on exposure/controls, irregularities and control failures related to the Funds.
3. Reviewing with the independent auditors, with any internal auditor and with Fund management, the adequacy and effectiveness of the accounting and financial controls of the Funds, and eliciting any recommendations for the improvement of internal control procedures or particular areas where new or more detailed controls or procedures are desirable. Particular emphasis should be given to the adequacy of such internal controls to expose payments, transactions or procedures that might be deemed illegal or otherwise improper.
4. Reviewing the reports of examinations by regulatory authorities as they relate to financial statement matters.
5. Discussing with management and the independent auditor any correspondence with regulators or governmental agencies that raises material issues regarding the Funds' financial statements or accounting policies.
6. Obtaining reports from management with respect to the Funds' policies and procedures regarding compliance with applicable laws and regulations.
7. Reporting regularly to the Board on the results of the activities of the Audit Committee, including any issues that arise with respect to the quality or integrity of the Funds' financial statements, the Funds' compliance with legal or regulatory requirements, the performance and independence of the Funds' independent auditors, or the performance of the internal audit function.
8. Performing any special reviews, investigations or oversight responsibilities requested by the Board.

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- 9. Reviewing and reassessing annually the adequacy of this charter and recommending to the Board approval of any proposed changes deemed necessary or advisable by the Audit Committee.
- 10. Undertaking an annual review of the performance of the Audit Committee.

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- 11. Establishing procedures for the receipt, retention and treatment of complaints received by the Funds regarding accounting, internal accounting controls or auditing matters, and the confidential, anonymous submission of concerns regarding questionable accounting or auditing matters by employees of Fund management, the investment adviser, administrator, principal underwriter, or any other provider of accounting related services for the Funds, as well as employees of the Funds.

Although the Audit Committee shall have the authority and responsibilities set forth in this Charter, it is not the responsibility of the Audit Committee to plan or conduct audits or to determine that the Funds' financial statements are complete and accurate and are in accordance with generally accepted accounting principles. That is the responsibility of management and the independent auditors. Nor is it the duty of the Audit Committee to conduct investigations, to resolve disagreements, if any, between management and the independent auditors or to ensure compliance with laws and regulations.

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[NUVEEN INVESTMENTS LOGO]

Nuveen Investments  
333 West Wacker Drive  
Chicago, IL 60606-1286

(800) 257-8787

www.nuveen.com

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(NUVEEN INVESTMENTS LOGO)

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- 3. Sign, Date and Return this proxy card in the enclosed postage-paid envelope.

FUND NAME PRINTS HERE  
COMMON SHARES

THIS PROXY IS VALID  
FOR AN ANNUAL MEETING

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The Annual Meeting of shareholders will be held Tuesday, July 31, 2007 at 10:30 a.m. Central Time The Northern Trust Company, 50 South LaSalle Street, Chicago, Illinois. At this meeting, you will described in the proxy statement attached. The undersigned hereby appoints Timothy R. Schwertfege Zimmerman, and each of them, with full power of substitution, proxies for the undersigned, to rep undersigned at the Annual Meeting of shareholders to be held on July 31, 2007, or any adjournment

WHETHER OR NOT YOU PLAN TO JOIN US AT THE MEETING, PLEASE COMPLETE, DATE AND SIGN YOUR PROXY CARD ENVELOPE SO THAT YOUR VOTE WILL BE COUNTED. AS AN ALTERNATIVE, PLEASE CONSIDER VOTING BY TELEPHON INTERNET (www.proxyweb.com) .

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In their discretion, the proxies are authorized to vote upon such other business as may properly  
PROPERLY EXECUTED PROXIES WILL BE VOTED AS SPECIFIED. IF NO SPECIFICATION IS MADE, SUCH SHARES WI  
NOMINEES TO THE BOARD.

1. Election of Board Members:

- Class I:
- (01) Judith M. Stockdale
- (02) Carole E. Stone

(INSTRUCTION: TO WITHHOLD AUTHORITY TO VOTE FOR ANY INDIVIDUAL NOMINEE(S), WRITE  
THE NUMBER(S) OF THE NOMINEE(S) ON THE LINE PROVIDED BELOW.)

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PLEASE SIGN ON REVERSE SIDE

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NUVEEN INVESTMENTS - 333 WEST WACKER DR. - CHICAGO IL 60606  
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NOMINEES TO THE BOARD.

1. Election of Board Members:

- Class I:
- (01) Judith M. Stockdale
  - (02) Carole E. Stone

- Preferred Shares Only
- (03) William J. Schneider
  - (04) Timothy R. Schwertfeger

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